



RBC Global
Asset Management®

INVESTMENT FUND

RBC Funds (Lux)

Société d'investissement à capital variable (SICAV) under Luxembourg Law

Prospectus

December 2011

1 RBC Funds (Lux)

RBC Funds (Lux) (the "Fund") is authorised under Part I of the Luxembourg law of December 17, 2010 relating to undertakings for collective investment (loi concernant les organismes de placement collectif) (the "Law of 2010"). As a société d'investissement à capital variable ("SICAV"), the Fund is managed by Dexia Asset Management Luxembourg S.A. (the "Management Company"), which complies with the requirements of Chapter 15 of the Law of 2010. The Fund qualifies as an Undertaking for Collective Investments in Transferable Securities ("UCITS") under Article 1, paragraph 2, points a) and b) of the Directive 2009/65/EC of July 13, 2009, as amended (the "Directive 2009/65/EC"), and may therefore be offered for sale in European Union ("EU") Member-States (subject to registration in countries other than Luxembourg). In addition, applications to register the Fund may be made in other countries.

The registration of the Fund pursuant to Part I of the Law of 2010 constitutes neither approval nor disapproval by any Luxembourg authority as to the adequacy or accuracy of this Prospectus or as to the assets held in the various sub-funds of the Fund (individually, a "Sub-Fund" and collectively, the "Sub-Funds"). Any representations to the contrary are unauthorised and unlawful.

None of the Shares of the Fund has been or will be registered under the United States Securities Act of 1933, as amended (the "1933 Act") or under the securities laws of any state or political subdivision of the United States of America or any of its territories, possessions or other areas subject to its jurisdiction including the Commonwealth of Puerto Rico (the "United States"), and the Shares may be offered, sold or otherwise transferred only in compliance with the 1933 Act or the securities laws of any state and such other securities laws. Certain restrictions also apply to the subsequent transfer of Shares in the United States or to or for the account of any United States Person (as defined in Regulation S under the 1933 Act) which includes any resident of the United States, or any corporation, partnership or other entity created or organised in or under the laws of the United States (including any estate of any such person created or organised in the United States). The attention of investors is drawn to certain compulsory redemption provisions applicable to United States Persons described under "The Shares – Redemption of Shares" below. The Fund has not been and does not intend to be registered under the United States Investment Company Act of 1940, as amended.

None of the Shares of the Fund has been or will be registered for sale or distribution in Canada. The Fund has not, directly or through its agents, directed any promotion of investments in the Fund at, or sold such investments to, persons, corporations or partnerships that the Fund knew or ought to have known after reasonable enquiry were resident in Canada, and the Fund does not intend to do so in the future.

The distribution of this Prospectus in other jurisdictions may also be restricted; persons into whose possession this Prospectus comes are required to inform themselves about and to observe any such restrictions. This Prospectus does not constitute an offer by anyone in any jurisdiction in which such offer is not authorized or to any person to whom it is unlawful to make such offer.

Prospective investors should review this Prospectus carefully and in its entirety, and consult with their legal, tax and financial advisors in relation to (i) the legal and regulatory requirements within their own countries for the subscribing, purchasing, holding, converting, redeeming or disposing of Shares; (ii) any foreign exchange restrictions to which they are subject in their own countries in relation to the subscribing, purchasing, holding, converting, redeeming or disposing of Shares; (iii) the legal, tax, financial or other consequences of subscribing for, purchasing, holding, converting, redeeming or disposing of Shares; and (iv) any other consequences of such activities.

Before consent to distribute this Prospectus is granted, certain jurisdictions require that it be translated into an appropriate language. Unless contrary to local law in the jurisdiction concerned, in the event of any inconsistency or ambiguity in relation to the meaning of any word or phrase in any translation, the English version shall prevail.

Any information or representation in respect of the Fund given or made by any person which is not contained herein or in any other document which may be available for inspection by the public should be regarded as unauthorized and should accordingly not be relied upon. Neither the delivery of this Prospectus nor the offer, issue or sale of Shares in the Fund shall under any circumstances constitute a representation that the information given in this Prospectus is correct as at any time subsequent to the date hereof.

Unless stated to the contrary, all references herein to times and hours refer to Luxembourg local time and all references herein to dollar amounts refer to U.S. dollars.



2 Promoter, Management Company, Directors, Conducting Persons, Investment Manager, Sub-Investment Managers, Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent, Auditor and Legal Advisor

PROMOTER OF THE FUND

RBC Global Asset Management Inc.
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Canada M5V 3K7
www.rbcgam.lu

REGISTERED OFFICE OF THE FUND

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Grand Duchy of Luxembourg

MANAGEMENT COMPANY

Dexia Asset Management Luxembourg S.A.
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Grand Duchy of Luxembourg

BOARD OF DIRECTORS OF THE MANAGEMENT COMPANY

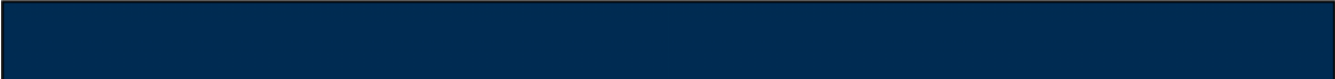
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Member of the Management Committee of Dexia Banque Internationale à Luxembourg S.A.
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Jean-Yves Maldague
Member of the Executive Committee of the Dexia Asset Management Group and Chairman of the Management Committee of Dexia Asset Management Luxembourg S.A.
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BOARD OF DIRECTORS OF THE FUND

Frank Lipka, C.A.
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CONDUCTING PERSONS

Management Committee Dexia Asset Management Luxembourg S.A.

Chairman

Mr. Jean-Yves Maldague, Managing Director of Dexia Asset Management Luxembourg S.A.

Members

Mr. Naïm Abou-Jaoudé, Managing Director

Mr. Michel Ory, Member of the Management Committee

Mr. Alain Peters, Member of the Management Committee

INVESTMENT MANAGER

RBC Global Asset Management Inc.

RBC Centre

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CUSTODIAN AND PAYING AGENT, ADMINISTRATIVE AND DOMICILIARY AGENT, REGISTRAR AND TRANSFER AGENT

RBC Dexia Investor Services Bank S.A.

14, porte de France

L-4360 Esch-sur-Alzette

Grand Duchy of Luxembourg

AUDITOR

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3 Principal Features and Definitions

The following summary is qualified in its entirety by reference to the more detailed information included elsewhere in this Prospectus.

Administrative Agent	RBC Dexia Investor Services Bank S.A. acts as administrative agent of the Fund.
Annual Meeting	The annual meeting of shareholders of the Fund.
Appendix	The relevant Appendix of the Prospectus.
Articles of Incorporation	The articles of incorporation of the Fund, as may be amended from time to time.
Board of Directors	The directors of the Fund, as may be appointed from time to time.
Business Day	Any day in which banks in Luxembourg are open for normal banking business (excluding Saturdays and Sundays as well as 24 December).
Classes	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. The details of each Class are described in Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".
CSSF Circular 08/356	means the CSSF circular 08/356 of 4 June 2008 determining the rules applicable to undertakings for collective investment (UCIs) when they employ certain techniques and instruments relating to transferable securities and money market instruments.
CSSF Circular 11/512	means the CSSF circular 11/512 of 30 May 2011 determining the (i) presentation of the main regulatory changes in risk management following the publication of CSSF Regulation 10-4 and ESMA clarifications, (ii) further clarifications from the CSSF on risk management rules and (iii) the definition of the content and format of the risk management process to be communicated to the CSSF.
Custodian	RBC Dexia Investor Services Bank S.A. acts as custodian of the Fund.
Directive 2009/65/EC	means the EC Council Directive 2009/65/EC of 13 July 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS), as may be amended from time to time.
Domiciliary Agent	RBC Dexia Investor Services Bank S.A. acts as domiciliary agent of the Fund.
EU	The European Union.
Fund	The Fund is an investment company organized under Luxembourg law as a société anonyme qualifying as a société d'investissement à capital variable (SICAV). The Fund complies with the requirements of Article 27 of the Law of 2010. The Fund comprises several Sub-Funds. Each Sub-Fund may have one or more Classes. The Fund is authorised under Part I of the Law of 2010 as an Undertaking for Collective Investments in Transferable Securities ("UCITS") under Article 1, paragraph 2, points a) and b) of the Directive 2009/65/EC, as amended.
Group of Companies	Companies belonging to the same body of undertakings and which must draw up consolidated accounts in accordance with Council Directive 83/349/EEC of 13 June 1983 on consolidated accounts and according to recognized international accounting rules, as amended.

Institutional Investors	As defined from time to time by the Luxembourg supervisory authority within the context of Luxembourg law on undertakings for collective investment.
Investment Manager	RBC Global Asset Management Inc. acts as investment manager of the Fund in relation to all Sub-Funds.
Law of 2010	The Luxembourg law of 17 December 2010 relating to undertakings for collective investment, as amended from time to time.
Management Company	Dexia Asset Management Luxembourg S.A. has been appointed by the Fund to act as the management company in accordance with chapter 15 of the Law of 2010.
Member State	A member state of the EU.
Money Market Instruments	Financial instruments normally dealt with on the money market which are liquid and have a value which can be accurately determined at any time.
Other Regulated Market	A market which is not a Regulated Market and which is regulated, operates regularly and is recognized and open to the public, namely a market (i) that meets the following cumulative criteria: liquidity; multilateral order matching (general matching of bid and ask prices in order to establish a single price); transparency (the circulation of complete information in order to give clients the possibility of tracking trades, thereby ensuring that their orders are executed on current conditions); (ii) on which the securities are dealt in at a certain fixed frequency; (iii) which is recognized by a State or by a public authority which has been delegated by that State or by another entity which is recognized by that State or by that public authority, such as a professional association; and (iv) on which the securities dealt are accessible to the public.
Other State	Any state of Europe which is not a Member State, and any state of America, Africa, Asia, Australia and Oceania.
Paying Agent	RBC Dexia Investor Services Bank S.A. acts as paying agent of the Fund.
Prospectus	The Prospectus of the Fund.
Reference Currency	The currency in which all the underlying assets of the Fund or the relevant Sub-Fund or Class are valued and reported. The details of the reference currency of a relevant Sub-Fund or Class are described in the relevant Sub-Fund Appendix.
Registrar and Transfer Agent	RBC Dexia Investor Services Bank S.A. acts as registrar and transfer agent of the Fund and, in that capacity, processes the issue, redemption, transfer and conversion of Shares.
Regulated Market	A market defined in the directive 2004/39/EC of the European Parliament and the European Council of 21 April 2004 on markets in financial instruments.
Regulatory Authority	The Luxembourg authority or its successor in charge of the supervision of the undertakings for collective investment in the Grand Duchy of Luxembourg.
Shares	Shares of each Sub-Fund are offered in registered form and are issued without certificates. Fractions of Shares are issued up to three decimal places. All Shares must be fully paid for.
Sub-Funds	The Fund offers investors, within the same investment vehicle, a choice of investment in one or more Sub-Funds, which are distinguished mainly by their specific investment objective and policy and/or by the currency in which they are denominated. The specifications of each Sub-Fund are described in the relevant Appendix to this Prospectus. 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.


Transferable Securities

One of the following:

- shares and other securities equivalent to shares;
- bonds and other debt instruments; or
- any other negotiable securities which carry the right to acquire any such transferable securities by subscription or exchanges, with the exclusion of techniques and instruments.

UCI(s)

Undertaking(s) for collective investment.

UCITS

Undertaking(s) for collective investment in transferable securities pursuant to Article 1, paragraph 2, points a) and b) of Directive 2009/65/EC.

Valuation Day

The net asset value per Share of each Sub-Fund is typically determined on each day which is a Business Day in Luxembourg.

4 The Shares

1. Subscription for Shares
2. Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts
3. Conversion of Shares
4. Redemption of Shares
5. Transfer of Shares
6. Dividend Policy
7. Late Trading and Market Timing
8. Investors Rights

Subject to the restrictions described below, Shares of each Class of each Sub-Fund are freely transferable and are each entitled to participate equally in the profits and liquidation proceeds attributable to that Class. The rules governing such allocation are set forth below. The Shares, which are of no par value and which must be fully paid upon issue, carry no preferential or pre-emptive rights, and each Share entitles its holder to one vote at all general meetings of shareholders and at all meetings of the Sub-Fund in which Shares are held. Shares redeemed by the Fund become null and void.

The Management Company may restrict or prevent the ownership of Shares by any person, firm or corporation, if such ownership, in the view of the Management Company, is against the interests of the Fund or of the majority of its shareholders or of any Sub-Fund or Class therein. Where it appears to the Management Company that a person who is precluded from holding Shares, either alone or in conjunction with any other person, is a beneficial owner of Shares, the Fund may proceed to the compulsory redemption of all Shares so owned.

The Shares are available in registered form only and will be issued without certificates.

4.1 Subscription for Shares

Applications for subscriptions for Shares of each Sub-Fund must be submitted by 12 noon (Luxembourg time) on the Business Day preceding a Valuation Day for the relevant Sub-Fund in order for such applications to be processed, if accepted, on the basis of the net asset value per Share for that Valuation Day. Applications for subscriptions received after such time will be dealt with on the following Valuation Day. The net asset value per Share is unknown to the investors when they place their subscription orders.

Applications for subscriptions for Shares should be sent to the Registrar and Transfer Agent at the address given at the front of this Prospectus.

The initial offering day as well as the initial price per Share on such day for each newly created or activated Class or Sub-Fund will be determined by the Management Company with the consent of the Board of Directors and may be obtained from www.rbcgam.lu.

The Management Company, with the consent of the Board of Directors, may fix minimum subscription amounts for each Class which, if applicable, are detailed in the relevant Appendices. These minimum subscription amounts may be waived or decreased as described in more detail in the Section "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

Shares of each Class of a Sub-Fund shall be allotted at the net asset value per Share of such Class determined on the applicable Valuation Day, plus any applicable sales charges. A sales charge of up to 5% of the subscription amount may be applied, or may be waived in whole or in part at the discretion of the distributors, with the consent of the Board of Directors. The sales charge (if any) will be paid to, and/or retained by, the distributors acting in relation to the distribution of Shares. Subscriptions can be made either in cash amount or in number of Shares.

As soon as the price at which the Shares are to be issued has been calculated, the Registrar and Transfer Agent will notify the purchaser of the total amount to be paid, including any applicable sales charges, in respect of the Shares subscribed for. Payment for Shares must be received by the Registrar and Transfer Agent, in a currency in which the relevant Class is available, no later than three (3) Business Days following the applicable Valuation Day. A complete list of the currencies in which a Class of a Sub-Fund is available may be obtained from www.rbcgam.lu.

If the payment and the written subscription request have not been received by that date, the request may be rejected, and any allocation of Shares made on the basis of such request may be cancelled. If payment in connection with a subscription

request is received after the period specified, the Registrar and Transfer Agent may process this request on the basis that the number of Shares that can be subscribed for by means of such amount (including any applicable sales charge) will be the number resulting from the next Valuation Day following the receipt of payment.

The Management Company may, if a prospective shareholder requests and the Management Company, with the consent of the Board of Directors, agrees, satisfy any application for subscription of Shares in kind. The nature and type of assets to be accepted in any such case shall be determined by the Management Company and must correspond to the investment policy of the Sub-Fund being invested in. A valuation report relating to the contributed assets must be produced by the Custodian and delivered to the Management Company after approval by the Auditor of the Fund. The costs of any such transfer, including the production of any necessary valuation report, shall be borne by the prospective shareholder requesting the transfer.

The Management Company reserves the right to accept or refuse any application in whole or in part at its discretion. The Fund may also limit the distribution of Shares of a Class or Sub-Fund to certain countries. The issue of Shares of a Class shall be suspended whenever the determination of the net asset value per Share of such Class is suspended by the Fund (see "General Information – Temporary Suspension of Issues, Redemptions and Conversions").

The Fund and the Administrative Agent will at all times comply with any obligations imposed by any applicable laws, rules and regulations with respect to anti-money laundering, as such laws, rules and regulations may be amended or replaced from time to time, and will furthermore adopt procedures designed to ensure, to the extent applicable, that the Fund complies with the foregoing laws, rules and regulations.

With respect to anti-money laundering requirements, application forms for Shares must be accompanied by a true copy certified by a competent authority (such as an embassy, consulate, notary or police commissioner) of the subscriber's identity card for individuals, or by a copy of the Articles of Incorporation (or the comparable constituting document) and extract of the trade register for corporate entities, in the following cases:

1. if the application is made directly to the Registrar and Transfer Agent;
2. if the application is made via a professional of the financial sector residing in a country which is not required to follow an identification procedure equivalent to the standards applicable in Luxembourg relating to the prevention of the use of the financial system for money-laundering purposes; or
3. if the application is made via a subsidiary or branch whose parent company is required to follow an identification procedure equivalent to that required by Luxembourg law, if the law governing the parent company does not oblige it to ensure that the said procedure is followed by its subsidiaries and branches.

Moreover, the Fund is legally responsible for identifying the origin of monies transferred to or from the Fund. Subscriptions and payment of redemption proceeds may be temporarily suspended until such monies or the identity of the relevant shareholder has been correctly identified.

In relation to an application for redemption or transfer of Shares, the Fund and/or the Registrar and Transfer Agent may require at any time such documentation as it/they deem appropriate. Failure to provide such information in a form which is satisfactory to the Fund and/or the Registrar and Transfer Agent, as applicable, may result in an application for redemption or transfer not being processed. Should the required documentation with regards to the return of payments or the redemption of Shares not be received by the Fund or the Registrar and Transfer Agent, then such payment may not be processed.

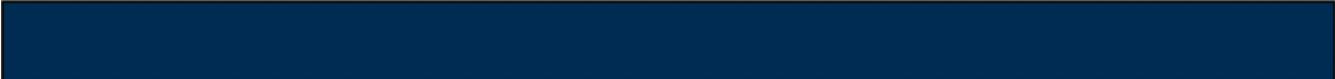
Confirmation of completed subscriptions will be mailed at the risk of the investor, to the address indicated in his, her or its application within ten (10) Business Days following the issue of the Shares.

The Fund may enter into agreements with certain distributors pursuant to which the distributors agree to act as or appoint nominees for investors subscribing for Shares through their facilities (distribution and nominee agreements). In such capacity, the distributor may effect subscriptions, conversions and redemptions of Shares in nominee name on behalf of investors, and request the registration of such operations on the register of shareholders of the Fund in such nominee name. Each nominee/distributor maintains its own records and provides the investor with individualized information as to its holdings of Shares in the Fund.

4.2 Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts

Classes Available and Eligibility for Shares

A complete list of available Share Classes may be obtained from www.rbcgam.lu.



Class A and Class B Shares are available for investment by any individual or legal entity.

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. Therefore the management fee for Class X Shares is listed in the Appendix of the relevant Sub-Fund as “Nil, paid directly by investors” due to it not being levied on the Sub-Fund.

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.

The Management Company, with the consent of the Board of Directors, reserves the right to offer only certain Classes of Shares for purchase by investors in any particular jurisdiction in order to conform to local law, custom or business practice.

Currency Denomination and Hedging of Share Classes

Each Class of Shares is offered in the Reference Currency of the relevant Sub-Fund, or may be offered in other currency denominations. Where applicable, the currency denomination, if other than the Reference Currency, will be represented as a suffix to the Share Class name. Any Class of Shares denominated in a currency other than the Reference Currency may be exposed to additional currency risk, unless the currency for the class is described as “Hedged”, also as represented as a suffix to the Share Class name. This is due to the fact that, unless the currency for the class is described as “Hedged”, the currency in which the Class of Shares is denominated will not be hedged (protected) against changes in the exchange rate with the Reference Currency. For further information, please see *Currency Risk* and *Currency Hedging Risk* under Section 8.2 “Risk Factors”.

Dividend Policy

Each Class of Shares may also have different dividend policies as described under Section 4.6 “Dividend Policy”. Classes of Shares with the suffix “(acc)” are accumulating Share Classes. Classes of Shares with the suffix “(dist)” are distributing Share Classes.

Minimum Subscription and Holding Amounts

The minimum subscription amount and minimum holding amount for each Class of Shares of each Sub-Fund is specified in the Appendix of the relevant Sub-Fund.

Minimum Additional Subscription Amount

Where a shareholder wishes to add to his, her or its shareholding in a Share Class, the additional subscription must be at least the amount set out in the Appendix of the relevant Sub-Fund.

The Management Company, with the consent of the Board of Directors, has the discretion, from time to time, to waive any applicable minimum subscription and holding amounts, and minimum additional subscription amount.

The Management Company may, at any time, decide to compulsorily redeem all Shares from a shareholder whose holding is, as a result of a partial redemption of his, her or its Shares, less than the required minimum subscription amount of the relevant Sub-Fund, or who fails to satisfy any other applicable eligibility requirements set out above or stated in the relevant Appendix at any given point in time. In such case, such shareholder will receive one month’s prior notice so as to be able to increase his, her or its holding above such amount or otherwise satisfy the eligibility requirements.

4.3 Conversion of Shares

Subject to any suspension of the determination of the net asset value, shareholders have the right to convert all or some of their Shares of any Class of a Sub-Fund into Shares of the same Class in another Sub-Fund or into Shares of another existing Class of that or another Sub-Fund (except for conversions into Class O, Class X and Class Y Shares, which are reserved for Institutional Investors) by applying for conversion in the same manner as for the issue of Shares. However, the right to convert Shares is subject to compliance with any conditions (including any minimum subscription amounts) applicable to the Class into which the conversion is to be effected. Therefore, if, as a result of a conversion, the value of a shareholder’s holding in the new Class would be less than the minimum subscription amount specified in the Appendix of the relevant Sub-Fund, where appropriate, the Management Company may decide not to accept the request for conversion of the Shares. In

addition, if, as a result of a conversion, the value of a shareholder's holding in the original Class would become less than the relevant minimum subscription amount, the shareholder may be deemed (if the Management Company so decides) to have requested the conversion of all of his, her or its Shares.

Conversion requests received in good order by 12 noon (Luxembourg time) on the Business Day preceding a Valuation Day will be processed on that Valuation Day. Conversion requests received after such time will be deferred to the next Valuation Day in the same manner as for the issue and redemption of Shares. The net asset value per Share is unknown to the investors when they place their conversion orders.

The number of Shares issued upon a conversion will be based upon the respective net asset values of the two Classes as of the applicable Valuation Day.

The rate at which all or some of the Shares of a Sub-Fund or Class (the "original Sub-Fund/Class") are converted into Shares of another Sub-Fund or Class (the "new Sub-Fund/Class") is determined on the basis of the following formula:

$$A = \frac{[B \times C \times D]}{E}$$

- A is the number of Shares to be allocated in the new Sub-Fund/Class
- B is the number of Shares to be converted in the original Sub-Fund/Class
- C is the net asset value on the applicable Valuation Day of the Shares to be converted in the original Sub-Fund/Class
- D is the exchange rate applicable on the effective transaction day for the currencies of the two Sub-Funds/Classes
- E is the net asset value on the applicable Valuation Day of the Shares to be allocated in the new Sub-Fund/Class

After the conversion, the Registrar and Transfer Agent will inform the shareholders as to the number of new Shares acquired as a result of the conversion, as well as the net asset value of the new Shares.

A conversion charge of up to 2% of the conversion amount may be applied at the discretion of the Management Company, with the consent of the Board of Directors, provided however that equal treatment of the shareholders is being observed by applying the same percentage to all conversion orders received for the same Valuation Day. The conversion charge (if any) will be applied for the benefit of the Classes or Sub-Funds between which the conversion is effected, as appropriate, to cover the costs of transactions arising from the conversion.

Additionally, if requests for conversions of more than 10% of the total number of the issued and outstanding Shares of any Sub-Fund are received for any Valuation Day, the Management Company, with the consent of the Board of Directors, may decide that conversions should be postponed until the next Valuation Day. Conversion requests which have not been dealt with because of such postponement will be given priority as if the request had been made for the next following Valuation Day until completion of full settlement of the original requests.

Conversions of Shares of a Sub-Fund shall be suspended whenever the determination of the net asset value per Share of such Sub-Fund is suspended by the Fund (see "General Information – Temporary Suspension of Issues, Redemptions and Conversions").

4.4 Redemption of Shares

Any shareholder may apply for redemption of his, her or its Shares in part or in whole on any Valuation Day. Applications for redemptions must include (i) the cash amount the shareholder wishes to redeem, or (ii) the number of Shares the shareholder wishes to redeem. In addition, the application must include the shareholder's personal details and account number. Failure to provide any of this information may result in a delay whilst verification is being sought. Valid written redemption applications should be received in good order by the Registrar and Transfer Agent by 12 noon (Luxembourg time) on the Business Day preceding the relevant Valuation Day. The net asset value per Share is unknown to the investors when they place their redemption orders.

Redemptions shall be effected at the net asset value per Share of the relevant Class determined on the applicable Valuation Day.

Each redemption payment in respect of any Shares may be made in the same currency as the subscription payment for such Shares or another currency offered by the Sub-Fund. The Custodian will issue payment instructions to its correspondent bank for payment, normally no later than three (3) Business Days after the relevant Valuation Day.

If, as a result of a redemption, the value of a shareholder's holding in a Class of a Sub-Fund falls below the relevant minimum subscription amount, that shareholder may be deemed (if the Management Company so decides) to have requested redemption of all of his, her or its Shares in that Class.

The Board of Directors has resolved that no United States Persons will be permitted to own Shares. The Board of Directors has resolved that "United States Persons" means any U.S. resident or other person specified in Regulation S under the 1933 Act, as amended from time to time, and as may be further supplemented by resolution of the Board of Directors.

Shareholders are required to notify the Registrar and Transfer Agent immediately in the event that they (i) are or become United States Persons; (ii) hold Shares for the account or benefit of United States Persons; (iii) otherwise hold Shares in breach of any law or regulation; or (iv) otherwise in circumstances having, or which may have, adverse regulatory, tax or fiscal consequences to the Fund or the shareholders or otherwise be detrimental to the interests of the Fund. If the Management Company becomes aware that a shareholder (a) is a United States Person or is holding Shares for the account of a United States Person, or (b) is holding Shares in breach of any law or regulation or otherwise in circumstances having, or which may have, adverse regulatory, tax or fiscal consequences to the Fund or the shareholders or otherwise be detrimental to the interests of the Fund, the Board of Directors may redeem the Shares in accordance with the provisions of the Articles of Incorporation. All U.S. residents and citizens should note the requirements of the Foreign Account Tax Compliance Act ("FATCA") as described in the "Taxation" section below.

The Management Company, with the consent of the Board of Directors, may decide with the agreement of the shareholder(s) that may be affected that settlement may be deferred for redemption or conversion requests for a period of time to be agreed upon with the affected shareholder(s).

If the Fund receives individual and/or aggregate redemption and/or conversion requests for a withdrawal of more than 10% of the total number of the issued and outstanding Shares for any Sub-Fund on a Business Day, the Management Company may decide, without shareholder approval, to (i) postpone the requests for a maximum period of ten (10) Business Days; (ii) defer settlement of the requests for a maximum period of one calendar month; or (iii) postpone the processing of requests for a maximum period of ten (10) Business Days and defer settlement of the requests for a maximum period of one calendar month. In all cases, the maximum period between the receipt of a properly documented redemption or conversion request and the settlement will be for such period as the Management Company considers to be in the best interests of the applicable Sub-Fund but shall not exceed one calendar month.

Redemption and/or conversion requests which have not been dealt with because of a postponement will be given priority on the next Valuation Day following such postponement, but within ten (10) Business Days of the receipt of such requests.

Redemption and/or conversion requests the settlement of which is deferred shall be paid in proportion to the value at the time of the relevant redemption and/or conversion requests. The settlement of these redemption and/or conversion requests will be met in priority to later requests.

The Management Company may, at its discretion and with the approval of the affected shareholder(s), pay all or a portion of the redemption proceeds in investments owned by the relevant Sub-Fund. The nature and type of investments to be transferred in any such case shall be determined by the Management Company upon recommendation of the Investment Manager and with the consent of the Board of Directors on a fair and equitable basis, and without material prejudice to the interests of the remaining shareholders. Any costs of such transfers shall be borne by the shareholders benefiting from the redemption in kind, and the shareholder additionally will bear the risks associated with the transfer of the investments.

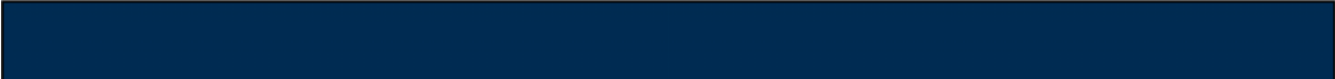
The procedures relating to a postponement and/or deferral of settlement of redemption requests will not apply to redemption proceeds paid to shareholders in the form of investments owned by the relevant Sub-Fund.

Redemption of Shares of a given Sub-Fund shall be suspended whenever the determination of the net asset value per Share of such Sub-Fund is suspended by the Fund (see "General Information – Temporary Suspension of Issues, Redemptions and Conversions").

From time to time, it may be necessary for the Fund to borrow, on a temporary basis, to fund redemptions. For restrictions applicable to the Fund's ability to borrow, see "Investment Restrictions" below.

4.5 Transfer of Shares

The transfer of registered Shares may normally be effected by delivery to the Registrar and Transfer Agent of an instrument of transfer in an appropriate form. On receipt of the transfer request, the Registrar and Transfer Agent may, after reviewing the endorsement(s), require that the signature(s) be guaranteed by an approved bank, stockbroker or public notary.



Shareholders are advised to contact the Registrar and Transfer Agent prior to requesting a transfer to ensure that they have all the correct documentation for the transaction.

4.6 Dividend Policy

Accumulating Share Classes

Classes of Shares with the suffix “(acc)” are 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

Classes of Shares with the suffix “(dist)” are 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.

Classes of Shares with the suffix “(dist)” 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.

4.7 Late Trading and Market Timing

The Fund and the Registrar and Transfer Agent shall maintain controls to help ensure that the practices of late trading and market-timing are minimized in relation to the distribution of Shares of the Fund. The cut-off times indicated in Section 4, “The Shares”, will be observed. The investors will not know the net asset value per Share at the time of their request for subscription, redemption or conversion.

Subscriptions, redemptions and conversions of Shares should be made for investment purposes only. The Fund does not permit market-timing or other excessive trading practices. Excessive, short-term (market-timing) trading practices may disrupt portfolio management strategies and harm fund performance. To minimize harm to the Fund and the shareholders, the Management Company, with the consent of the Board of Directors or the Registrar and Transfer Agent on its behalf, has the right to reject any subscription or conversion order, or to levy a fee of up to 2% of the value of the order or the amount redeemed for the benefit of the Fund from any investor who, in the opinion of the Management Company, is engaging in excessive trading or whose trading in Shares has been or may be disruptive to the Fund or any of the Sub-Funds. In making this judgment, the Management Company may consider trading done in multiple accounts under common ownership or control. The Management Company also reserves the right to redeem all Shares held by a shareholder who, in the opinion of the Management Company, is or has been engaging in excessive trading. Neither the Board of Directors nor the Fund will be held liable for any loss resulting from rejected orders or mandatory redemptions in connection with excessive trading.

4.8 Investors Rights

Investors should note that an investor will only be able to fully exercise his, her or its investor rights directly against the Fund, notably the right to participate in general Shareholders' meetings, if the investor is registered in his, her or its own name in the Shareholders' register of the Fund. In cases where an investor invests in the Fund through an intermediary investing in the Fund in its own name but on behalf of the investor, it may not always be possible for the investor to exercise certain shareholder rights directly against the Fund. Investors are advised to obtain their own independent legal advice regarding their ability to exercise shareholder rights against the Fund.

5 General Information

1. Organisation
2. Meetings and Announcements
3. Reports and Accounts
4. Allocation of Assets and Liabilities among the Sub-Funds
5. Determination of the Net Asset Value of Shares
6. Temporary Suspension of Determination of the Net Asset Value, Issues, Redemptions and Conversions
7. Liquidation of the Fund
8. Merger or Liquidation of Sub-Funds
9. Material Contracts
10. Documents
11. Potential Conflicts of Interest

5.1 Organisation

The Fund is an investment company organized as a société anonyme under the laws of the Grand-Duchy of Luxembourg and qualifies as a société d'investissement à capital variable (SICAV). 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.

On the date of incorporation of the Fund, the capital of the Fund was \$50,000 represented by 500 Shares of the Sub-Fund, Global Resources Fund, issued with no par value and fully paid up. The minimum capital of the Fund, which had to be and was attained within six months of its authorization, is €1,250,000.

5.2 Meetings and Announcements

Annual Meetings of shareholders will 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. 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.

5.3 Reports and Accounts

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. Annual reports shall be sent to each registered Shareholder by electronic means or in hard copy form to the address shown on the register of Shareholders and the annual and semi-annual reports shall be made available at the registered offices of the Fund and the Custodian during ordinary office hours, and online at www.rbcgam.lu.

The Reference Currency of the Fund is the U.S. dollar. The aforesaid reports will comprise consolidated accounts of the Fund expressed in U.S. dollars as well as individual information on each Sub-Fund expressed in the Reference Currency of each Sub-Fund.

5.4 Allocation of Assets and Liabilities among the Sub-Funds

For the purpose of allocating the assets and liabilities between the Sub-Funds, the Board of Directors has established a pool of assets for each Sub-Fund in the following manner:

(a) the proceeds from the issue of each Share of each Sub-Fund are to be applied in the books of the Fund to the pool of assets established for that Sub-Fund and the assets and liabilities and income and expenditure attributable;

(b) where any asset is derived from another asset, such financial derivative asset is applied in the books of the Fund to the same pool as the asset from which it was derived and on each revaluation of an asset, the increase or diminution in value is applied to the relevant pool;

(c) where the Fund incurs a liability which relates to any asset of a particular pool or to any action taken in connection with an asset of a particular pool, such liability is allocated to the relevant pool; provided that all liabilities, whatever Sub-Fund they are attributable to, are, unless otherwise agreed upon with the creditors, only binding upon the relevant Sub-Fund;

(d) in the case where any asset or liability of the Fund cannot be considered as being attributable to a particular pool, such asset or liability is allocated to all the pools in equal parts or, if the amounts so justify, pro rata to the net asset values of the relevant Sub-Funds.

Under the Articles of Incorporation, the Management Company, with the consent of the Board of Directors, may decide to create within each Sub-Fund one or more Classes whose assets will be commonly invested pursuant to the specific investment policy of the Sub-Fund but where a specific sales or redemption charge structure, fee structure, minimum subscription amount or dividend policy may be applied to each Class. A separate net asset value, which will differ as a consequence of these variable factors, will be calculated for each Class. If one or more Classes have been created within the same Sub-Fund, the allocation rules set out above shall apply, as appropriate, to such Classes. The Management Company, with the consent of the Board of Directors, reserves the right to apply additional criteria as appropriate.

5.5 Determination of the Net Asset Value of Shares

The net asset value of the Shares of each Class is determined in its Reference Currency on each Valuation Day by dividing the net assets attributable to each Class by the number of Shares of such Class then outstanding. The number of decimals for the calculation of the net asset value will be rounded up to four decimal places. Fractions of Shares will be calculated by rounding down to three decimal places, and may be allocated as required.

The net assets of each Class are made up of the value of all the assets attributable to such Class less the total liabilities attributable to such Class determined as at the end of each Valuation Day. The actual calculation of the value of the assets will take place on the next Business Day:

(a) 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;

(b) 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,

(c) 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;

(d) 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;

(e) 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;

(f) 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;

(g) 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 or on other 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 Fund is authorized to apply other appropriate valuation principles for the assets of the Fund and/or the assets of a Class if the aforesaid valuation methods appear impossible or inappropriate due to extraordinary circumstances or events in order to reflect better the probable realisation value established with prudence and good faith.

The value of assets denominated in a currency other than the Reference Currency of a Sub-Fund shall be determined by taking into account the rate of exchange prevailing at the time of the determination of the net asset value.

The net asset value per Share of each Class and the issue and redemption prices thereof are available at the registered office of the Fund.

5.6 Temporary Suspension of Determination of the Net Asset Value, Issues, Redemptions and Conversions

The determination of the net asset value of the Shares of one or more Classes of a Sub-Fund may be suspended during: (i) any period during which any of the principal markets or stock exchanges on which a substantial portion of the investments of the Sub-Fund is listed or dealt in, are closed otherwise than for ordinary holidays, or during which dealings therein are restricted or suspended; (ii) the existence of a state of affairs which constitutes an emergency as a result of which disposal or valuation of assets of the Sub-Fund would be impracticable; (iii) any breakdown in the means of communication or computation normally employed in determining the price or value of the assets of the Sub-Fund or the current prices or values on any market or stock exchange; (iv) any period when the Fund is unable to repatriate funds for the purpose of making payments on the redemption of Shares or during which any transfer of funds involved in the realization or acquisition of investments or payments due on redemption of Shares cannot, in the opinion of the Board of Directors, be effected at normal rates of exchange; (v) any other circumstance or circumstances beyond the control and responsibility of the Board of Directors where a failure to effect such suspension might result in the Fund or its shareholders incurring any tax liability or being affected in an adverse manner (pecuniary or otherwise); or (vi) following a possible decision to liquidate or dissolve the Fund or one or several Classes or Sub-Funds.

The Board of Directors reserves the right to suspend the issue, redemption and conversion of Shares in one or more Classes for any period during which the determination of the net asset value per Share of the Sub-Fund(s) concerned is suspended by the Fund by virtue of the reasons described above. Any redemption or conversion request made or in abeyance during such a suspension period may be withdrawn by written notice to the Fund before the end of such suspension period. Should such withdrawal not be effected, the Shares in question shall be redeemed or converted, as applicable, on the first Valuation Day following the termination of the suspension period. Investors who have requested the purchase, redemption or conversion of Shares shall be informed of such suspension when such request is made. In the event where such suspension period exceeds the period initially determined by the Management Company with the consent of the Board of Directors, all shareholders of the Class concerned shall be informed.

5.7 Liquidation of the Fund

The Fund is incorporated for an unlimited period, and liquidation shall normally be decided upon by an extraordinary general meeting of shareholders. This meeting will be convened in compliance with Luxembourg law:

- If the net assets of the Fund fall below two-thirds of the minimum capital as required by law (€1,250,000), approval from a simple majority of the Shares represented at the meeting would be required; and

- If the net assets of the Fund fall below one-fourth of the minimum capital as required by law, approval from the shareholders holding one-quarter of the Shares present at the meeting would be required.

Should the Fund be liquidated, such liquidation shall be carried out in accordance with the provisions of the Law of 2010 which specifies the steps to be taken to enable shareholders to participate in the liquidation distributions and provides for deposit in escrow at the *Caisse de Consignation* in Luxembourg of any such amounts which it has not been possible to distribute to the shareholders at the close of the liquidation. Amounts not claimed within the prescribed period would be forfeited in accordance with the provisions of Luxembourg law. The net liquidation proceeds of each Sub-Fund shall be distributed to the shareholders of each Class of the Sub-Fund in proportion to their respective holdings of such Class.

The liquidation of the last remaining Sub-Fund will result in the liquidation of the Fund as referred to in Article 145(1) of the Law of 2010.

5.8 Merger or Liquidation of Sub-Funds

The Board of Directors may decide to liquidate any Sub-Fund (i) if the net assets of such Sub-Fund fall below a level considered by the Board of Directors to be too low for that Sub-Fund to continue to be managed efficiently; (ii) if an unfavourable change in the economic or political situation relating to the investments of that Sub-Fund would justify such liquidation; or (iii) in the event of a product rationalisation decided on by the Board of Directors. Registered shareholders will be notified by letter of the decision to liquidate prior to the effective date of the liquidation, and the letter will indicate the reasons for, and the procedures of, the liquidation. Unless the Board of Directors decides otherwise in the interests of, or to keep equal treatment among, the shareholders, the shareholders of the Sub-Fund concerned may continue to request redemption or conversion of their Shares free of charge.

Under the same circumstances as provided above, the Board of Directors or, respectively, the shareholders concerned, may decide to terminate any Sub-Fund or Class by merging such Sub-Fund or Class into another Sub-Fund (the "new Sub-Fund"), Class (the "new Class") or Luxembourg domiciled undertaking for collective investment. In addition, such merger may be decided on by the Board of Directors if required by the interests of the shareholders of any of the Sub-Funds or Classes. Shareholders will be informed of such decision in the same manner as described in the preceding paragraph and, in addition, the letter will contain information in relation to the new Sub-Fund, Class or undertaking for collective investment. Such notice will be sent within one month before the date on which the merger becomes effective in order to enable shareholders to request redemption of their Shares, free of charge, before the merger becomes effective.

5.9 Material Contracts

The following material contracts have been or shall be entered into:

(a) A management company services agreement dated October 2, 2009 between the Fund and the Management Company (the "Management Company Services Agreement") pursuant to which the latter acts as management company of the Fund. This Agreement is entered into for an unlimited period and is terminable by either party upon ninety (90) days' written notice.

(b) An investment management agreement dated October 2, 2009 among the Management Company, the Fund and the Investment Manager (the "Investment Management Agreement") pursuant to which RBC Global Asset Management Inc. acts as investment manager of the Fund. This Agreement is entered into for an unlimited period and is terminable by a party upon ninety (90) days' written notice.

(c) A custodian and paying agent agreement dated October 2, 2009 between the Fund and RBC Dexia Investor Services Bank S.A. (the "Custodian and Paying Agent Agreement") pursuant to which the latter is appointed custodian of the assets of the Fund, as well as paying agent. This Agreement is entered into for an unlimited period and is terminable by a party upon ninety (90) days' written notice.

(d) An investment fund services agreement dated October 2, 2009 among the Fund, the Management Company and RBC Dexia Investor Services Bank S.A. (the "Investment Fund Services Agreement") pursuant to which RBC Dexia Investor Services Bank S.A. is appointed domiciliary agent, administrative agent and registrar and transfer agent of the Fund. This Agreement is entered into for an unlimited period and is terminable by a party upon ninety (90) days' written notice.

(e) A sub-investment management agreement dated March 16, 2011 between the Investment Manager and RBC Asset Management UK Limited (the "RBC AM UK Sub-Investment Management Agreement") pursuant to which the latter is appointed sub-investment manager of Emerging Markets Bond Fund. This Agreement is entered into for an unlimited period and is terminable by either party upon sixty-one (61) days' written notice.

(f) A sub-investment management agreement dated October 2, 2009 between the Investment Manager and RBC Global Asset Management (U.S.) Inc., as amended, (the “RBC GAM (U.S.) Sub-Investment Management Agreement”) pursuant to which the latter is appointed sub-investment manager of U.S. Large Cap Equity Fund, U.S. Mid Cap Value Equity Fund, U.S. Small Cap Equity Fund and U.S. Investment Grade Corporate Bond Fund. This Agreement is entered into for an unlimited period and is terminable by either party upon sixty-one (61) days’ written notice.

5.10 Documents

5.10.1 Articles of Incorporation, Prospectus, the simplified Prospectus and Financial Reports

Copies of the Articles of Incorporation of the Fund, the current Prospectus, the simplified Prospectus and the latest financial reports may be obtained free of charge during normal office hours at the registered office of the Fund in Luxembourg. Such reports form an integral part of this Prospectus.

5.10.2 Complaints Handling

A person having a complaint to make about the operation of the Fund may submit such complaint in writing to the registered office of the Fund in Luxembourg. The details of the Fund’s complaint handling procedures may be obtained free of charge during normal office hours at the registered office of the Fund in Luxembourg.

5.10.3 Best Execution

The Fund’s best execution policy sets out the basis upon which the Fund will effect transactions and place orders in relation to the Fund whilst complying with its obligations under the CSSF Regulation No. 10-4 and the CSSF Circular 11/508 to obtain the best possible result for the Fund and its Shareholders. Details of the Fund’s best execution policy may be obtained free of charge during normal office hours at the registered office of the Fund in Luxembourg.

5.10.4 Strategy for the Exercise of Voting Rights

The Fund has a strategy for determining when and how voting rights attached to ownership of the Fund’s investments are to be exercised for the exclusive benefit of the Fund. A summary of this strategy may be obtained free of charge during normal office hours at the registered office of the Fund in Luxembourg and is available on the Promoter’s website at www.rbcgam.lu. Details of the actions taken on the basis of this strategy in relation to each Sub-Fund may be obtained upon request and free of charge as indicated in the summary of the strategy.

5.11 Potential Conflicts of Interest

The Investment Manager, or an affiliate of the Investment Manager, may have an interest that may conflict with the ability of the Investment Manager to act in the best interests of the Fund or a Sub-Fund.

Royal Bank of Canada (Royal Bank) is a global organization which provides a wide range of financial services. The Investment Manager of the Fund is an indirect wholly-owned subsidiary of Royal Bank and engages in the business of investment management service for clients. Royal Bank and its affiliates may invest in, transact with and provide services for the Fund or a Sub-Fund and charge and receive fees in the ordinary course of business. The Fund or a Sub-Fund may invest in securities issued or underwritten by Royal Bank or its affiliates.

The Investment Manager has policies and procedures in place to identify and mitigate any potential conflicts of interest arising from related party transactions, with a view to ensuring that all such transactions will be effected on commercially reasonable terms and conditions that, considered together, are not less favourable to the Fund or a Sub-Fund than if the potential conflict had not existed.

The Investment Manager will also have policies and procedures requiring it to act in the best interests of the Fund and the Sub-Funds, so far as it is practicable having regard to its obligations to other clients, when undertaking any investment where potential conflicts of interest may arise.

The Management Company may have an interest that may conflict with the ability of the Management Company to act in the best interests of the Fund or a Sub-Fund in so far as has also been appointed as a management company for certain other funds. These other funds are listed in Section 6.2 entitled “Management Company”, along with a description of the rights and



duties of the Management Company with regard to acting honestly and fairly in conducting its activities in the best interest of the shareholders of the Fund and in compliance with the Law of 2010, the Prospectus and Articles of Incorporation of the Fund.

6 Management and Administration

1. Board of Directors
2. Management Company
3. Investment Manager
4. Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent
5. Sub-Investment Managers

6.1 Board of Directors

The Board of Directors has overall responsibility for the management and administration of the Fund, the Sub-Funds and the corresponding Share Classes, for authorizing the creation of new Sub-Funds and Share Classes and for establishing and monitoring their investment policies and restrictions.

6.2 Management Company

Pursuant to the Management Company Services Agreement, the Fund has appointed Dexia Asset Management Luxembourg S.A. to serve as its management company within the meaning of the Law of 2010. The Management Company will provide, subject to the oversight and overall direction of the Board of Directors, management, administrative and marketing services to the Fund. The rights and duties of the Management Company are further set out in Articles 101 et seq. of the Law of 2010.

The Management Company is required to act at all times honestly and fairly in conducting its activities in the best interest of the shareholders and in compliance with the Law of 2010, the Prospectus and the Articles of Incorporation of the Fund.

The Management Company was incorporated as a *société anonyme* under the laws of Luxembourg on July 10, 1991 for an unlimited period of time, and its articles were published in the Mémorial on August 8, 1991 and filed with the Chancery of the District Court of Luxembourg (Greffé du Tribunal d'Arrondissement). The articles were amended most recently on 28 June 2011 and have been published in the Mémorial of 18 July 2011 and filed with the Chancery of the District Court of Luxembourg. The Management Company is registered with the *Registre de Commerce et des Sociétés de Luxembourg* ("RCS") (Luxembourg Commercial and Companies Register) under number B 37647, and is approved as a management company under Chapter 15 of the Law of 2010. As at December 31, 2010, the Management Company had a share capital of EUR 225,110,610.53 which has been fully paid. The Management Company's own funds comply with the requirements of the Law of 2010.

The Management Company is vested with the day-to-day management of the Fund. The Management Company has full authority to commit and act on behalf of the Fund and its Sub-Funds, unless Luxembourg law or the Articles of Incorporation of the Fund expressly provide that specific powers shall be exercised by the general meeting of shareholders.

The following are other funds managed by the Management Company:

- Cleome Index
- Cordius
- Dexia Bonds
- Dexia Clickinvest
- Dexia Dynamix
- Dexia Equities L
- Dexia Fund
- Dexia Life Bonds
- Dexia Life Equities
- Dexia Luxpart
- Dexia Money Market
- Dexia Patrimonial
- Dexia Prime Advanced
- Dexia Quant
- Dexia Specialised Fund

- Dexia Total Return
- Dexia Total Return II
- Dexia World Alternative
- DMM
- Gestielle Investment SICAV (previously, Novara Aquilone SICAV)
- Publifund
- Publitop

The list of funds managed by the Management Company will be set out in the Management Company's annual reports.

As a Chapter 15 management under the Law of 2010, the Management Company complies with the organisational requirements, the conflict of interest rules and the rules of conduct imposed to a Chapter 15 management company, irrespective of the type of funds it manages.

6.3 Investment Manager

The Fund's Board of Directors is responsible for the oversight of the Fund's investment activities. In order to implement the investment policy of each Sub-Fund, the Management Company has delegated, under its permanent supervision and responsibility, the management of the assets of the Sub-Funds to RBC Global Asset Management Inc.

RBC Global Asset Management Inc. is an indirect wholly-owned subsidiary of Royal Bank of Canada. RBC Global Asset Management Inc. is registered under securities legislation in various jurisdictions in Canada and provides a broad range of investment services to investors through mutual funds, pooled funds and separately managed portfolios. With offices in major financial centres around the world, RBC Global Asset Management Inc. is one of Canada's largest money managers.

Pursuant to the Investment Management Agreement, the Investment Manager has discretion, on a day-to-day basis and subject to the oversight and ultimate responsibility of the Board of Directors, to purchase and sell securities and otherwise to manage the Sub-Funds' portfolios. The Investment Manager may appoint sub-investment managers from time to time to provide portfolio management services in respect of the investments of any Sub-Fund. The Investment Manager, in the execution of its duties and the exercise of its powers, shall be responsible for ensuring that each Sub-Fund complies with its investment policy and restrictions.

6.4 Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent

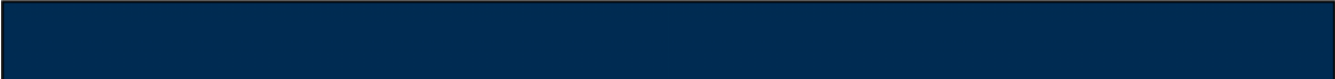
RBC Dexia Investor Services Bank S.A. is registered with the Luxembourg Company Register under number B-47192 and has been incorporated in 1994 under the name "First European Transfer Agent". It is licensed to carry out banking activities under the terms of the Luxembourg law of 5 April 1993 on the financial services sector and is specialised in custody, fund administration and related services. As of December 31, 2010, its tangible equity amounts to EUR 790,328,896. RBC Dexia Investor Services Bank S.A. is fully owned by RBC Dexia Investor Services Limited, a company under the laws of England and Wales that is controlled by Dexia Banque Internationale à Luxembourg S.A., Luxembourg, Grand Duchy of Luxembourg, and Royal Bank of Canada, Montréal, Canada.

RBC Dexia Investor Services Bank S.A. has been appointed as the custodian of the Fund. The Custodian is mandated to safekeep the Fund's assets. Its rights and obligations are provided under applicable laws and the Custodian and Paying Agent Agreement. In addition to the safekeeping of the Fund's assets, the Custodian ensures:

- (a) that the sale, issue, redemption and cancellation of Shares effected by or on behalf of the Fund are carried out in accordance with applicable laws and the Articles of Incorporation of the Fund;
- (b) that in transactions involving the assets of the Fund, the consideration is remitted to it within the usual time limits; and
- (c) that the income of the Fund is applied in accordance with its Articles of Incorporation.

Furthermore, RBC Dexia Investor Services Bank S.A. was appointed as paying agent of the Fund. In such capacity, it has the obligation to pay out distributions, if any, and the redemption proceeds for redeemed Shares.

RBC Dexia Investor Services Bank S.A. was also appointed as the administrative agent, domiciliary agent, and registrar and transfer agent of the Fund. In its capacity as administrative agent, RBC Dexia Investor Services Bank S.A. is responsible for



the general administrative functions required by law, is in charge of the calculation of the net asset value of each Sub-Fund and the maintenance of accounting records.

In its capacity as domiciliary agent, RBC Dexia Investor Services Bank S.A. is responsible for the receipt and safekeeping of the correspondence of the Fund, the provision of facilities and the convening and holding of the meetings of shareholders.

In its capacity as registrar and transfer agent, RBC Dexia Investor Services Bank S.A. is responsible for processing the issue, redemption, conversion and transfer of Shares on behalf of the Fund, as well as for maintaining the register of shareholders.

6.5 Sub-Investment Managers

RBC Asset Management UK Limited

RBC Asset Management UK Limited was appointed to act as Sub-Investment Manager to the Emerging Markets Bond Fund under the terms of the RBC AM UK Sub-Investment Management Agreement.

RBC Asset Management UK Limited is a corporation duly incorporated under the laws of the country of England on October 9, 1998. RBC Asset Management UK Limited is an indirect wholly-owned subsidiary of Royal Bank of Canada and an affiliate of the Investment Manager.

RBC Global Asset Management (U.S.) Inc.

RBC Global Asset Management (U.S.) Inc., formerly Voyager Asset Management Inc., was appointed to act as Sub-Investment Manager to the U.S. Large Cap Equity Fund, U.S. Mid Cap Value Equity Fund, U.S. Small Cap Equity Fund and U.S. Investment Grade Corporate Bond Fund under the terms of the RBC GAM (U.S.) Sub-Investment Management Agreement.

RBC Global Asset Management (U.S.) Inc. is a corporation duly incorporated under the laws of the state of Minnesota, United States of America on September 30, 1983. RBC Global Asset Management (U.S.) Inc. is an indirect wholly-owned subsidiary of Royal Bank of Canada and an affiliate of the Investment Manager.

7 Management and Fund Charges

1. Management Fees
2. Fees of the Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent
3. Operating and Administrative Expenses
4. Total Expense Ratio
5. Transaction Costs
6. Extraordinary Expenses
7. Rebate Arrangements

7.1 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 in arrears at the rate specified in the Appendix for each Class of a Sub-Fund.

7.2 Fees of the Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent

RBC Dexia Investor Services Bank S.A., as the Custodian and Paying Agent, Administrative and Domiciliary Agent, 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, 0.15% for Class X Shares and 0.10% for Class O Shares and Class Y Shares may be charged to the relevant Sub-Fund. In general, the fee is calculated based on the average net assets of each Class within each Sub-Fund during the relevant month, and will fluctuate depending on the assets of the Fund and the transactions made. In addition, RBC Dexia Investor Services Bank S.A., as the Custodian and Paying Agent, Administrative and Domiciliary Agent, Registrar and Transfer Agent, is entitled to be reimbursed by the Fund for its reasonable out-of-pocket expenses and disbursements.

7.3 Operating and Administrative Expenses

The Fund bears all of its ordinary operating expenses ("Operating and Administrative Expenses") including but not limited to formation expenses such as organization and registration costs; the Luxembourg asset-based tax d'abonnement up to the maximum rate referred to under "Taxation" below ("taxe d'abonnement"); 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. Operating and Administrative Expenses do not include Transaction Costs and Extraordinary Expenses (as defined below).

The Fund's formation expenses in the amount of \$200,000 and the expenses relating to the creation of new Sub-Funds may be capitalized and amortized over a period not exceeding five (5) years, as permitted by Luxembourg law. The new Sub-Funds will also bear a respective part of the expenses with respect to the formation of the Fund as a whole. In addition, any value added tax ("VAT") associated with any fees and expenses will be charged to the Fund.

7.4 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 as defined in Sections 7.5 and 7.6 below).

The TER includes all the expenses levied on the assets of each Sub-Fund as discussed in Sections 7.1 to 7.3 above. The maximum TER for each Class of each Sub-Fund is indicated in the Appendix of each Sub-Fund. To the extent that the TER exceeds the maximum percentage indicated for each Class of each Sub-Fund during any financial year, such excess amount shall be paid by the Investment Manager.

7.5 Transaction Costs

Each Sub-Fund bears the costs and expenses of buying and selling portfolio securities and financial instruments, brokerage fees and commissions, interest or taxes payable, and other transaction-related expenses ("Transaction Costs").

The Investment Manager, or an affiliate of the Investment Manager, may have an interest that may conflict with the ability of the Investment Manager to act in the best interests of the Fund or a Sub-Fund. Please see Section 5.11 "Potential Conflicts of Interest" for more information.

7.6 Extraordinary Expenses

The Fund or any Sub-Fund may bear any extraordinary expenses including, without limitation, litigation expenses and the full amount of any tax, levy, duty or similar charge imposed on the Fund or Sub-Fund that would not be considered as ordinary expenses ("Extraordinary Expenses").

7.7 Rebate Arrangements

Subject to applicable law and regulations, the Management Company may at its discretion, on a negotiated basis, enter into private arrangements with a distributor pursuant to which the Management Company makes payments to or for the benefit of such distributor which represent a rebate of all or part of the fees paid by the Fund to the Management Company. In addition, subject to applicable law and regulations, the Management Company or a distributor may at their discretion, on a negotiated basis, enter into private arrangements with a holder or prospective holder of Shares pursuant to which the Management Company or distributor is entitled to make payments to such holder of Shares of part or all of such fees.

Consequently, the effective net fees payable by a Shareholder who is entitled to receive a rebate under the arrangements described above may be lower than the fees payable by a Shareholder who does not participate in such arrangements. Such arrangements reflect terms privately agreed between parties other than the Fund, and for the avoidance of doubt, the Fund cannot, and is under no duty to, enforce equality of treatment between Shareholders by other entities.

8 Investment Policies

1. Investment Policies of the Sub-Funds
2. Risk Factors
3. Performance

8.1 Investment Policies of the Sub-Funds

The Board of Directors has determined the investment objective and investment policy of each of the Sub-Funds as described in Appendices 1 and 2 to this Prospectus. There can be no assurance that the investment objective for any Sub-Fund will be attained. Pursuit of the investment objective and investment policy of any Sub-Fund must be in compliance with the limits and restrictions set out in Section 9.1 “Investment Restrictions”.

The Sub-Funds may hold such ancillary liquid assets as the Investment Manager considers appropriate in the form of, without limitation, current accounts, fixed term deposits or money market instruments having a residual maturity of less than 12 months.

For the purpose of efficient portfolio management, each Sub-Fund may use derivatives to hedge against market risk, interest rate risk and currency risk. The Sub-Funds may seek to hedge their investments against currency fluctuations which are adverse to the Reference Currency of the Sub-Funds by using currency options, futures contracts and forward foreign exchange contracts. The Sub-Funds may also use derivatives such as options, futures, forwards and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Funds for leverage purposes. Each of the Sub-Funds may also engage in securities lending transactions.

When using the techniques and instruments described in the preceding paragraphs, the Sub-Funds must comply with the limits and restrictions set out in Section 9.1 “Investment Restrictions”. Also, such techniques and instruments shall be used only to the extent that they do not affect the quality of the investment policies and objectives of the Sub-Funds.

Use of the aforesaid techniques and instruments involves certain risks, and there can be no assurance that the objective sought to be obtained from such use will be achieved.

8.2 Risk Factors

General Investment Risk

The value of a Sub-Fund can change from day to day because the value of the securities in which it invests can be affected by changes in interest rates, the general financial market and economic conditions or individual company news. As a result, at the time of redemption, Sub-Fund Shares may be worth more or less than the original purchase price.

Listed below in alphabetical order are some of the specific risks that can affect the value of Shares of a Sub-Fund. Refer to the Sub-Fund descriptions in Appendices 1 and 2 to determine which risks apply to each Sub-Fund.

Credit Risk

Credit risk is the possibility that a borrower, or the counterparty to a derivatives contract, repurchase agreement or reverse repurchase agreement, is unable or unwilling to repay the loan or obligation, either on time or at all. Companies, governments and special purpose vehicles (such as vehicles that issue asset backed securities or mortgage backed securities) that borrow money, and the debt securities they issue, are rated by specialized rating agencies. Debt securities issued by companies or governments in emerging markets often have higher credit risk (lower rated debt), while debt securities issued by well-established companies or by governments of developed countries tend to have lower credit risk (higher rated debt). A downgrade in an issuer’s credit rating or other adverse news regarding an issuer can influence a debt security’s market value. Other factors can also influence a debt security’s market value such as the level of liquidity of the security, a change in the market perception of the creditworthiness of the security, the parties involved in structuring the security and the underlying assets, if any. Lower rated and unrated debt instruments generally offer a better return than higher grade debt instruments but have the potential for substantial loss. Sub-Funds that invest in companies or markets with higher credit risk tend to be more volatile in the short term. However, they may offer the potential of higher returns over the long term.

Currency Risk

Many of the Sub-Funds are invested in securities denominated in a number of different currencies other than the Reference Currency. As a result, changes in the value of the Reference Currency compared to other currencies will affect the value, in the Reference Currency, of any securities denominated in another currency. For example, if the Reference Currency of a Sub-Fund is the U.S. dollar, and the U.S. dollar rises relative to the Euro, a Sub-Fund's holdings denominated in Euros will be worth fewer U.S. dollars. This decline in value may reduce, or even eliminate, any return the Sub-Fund has earned. Currency exposure may increase the volatility of foreign investments relative to investments denominated in the Reference Currency. The Sub-Funds may hedge (protect against) the risk of changes in currency exchange rates of the underlying assets of the Sub-Fund. Reference should be made to the investment policy for each Sub-Fund for information regarding the currency hedging policy for each Sub-Fund.

In addition, if an investor purchases a Class of Shares of a Sub-Fund that is denominated in a currency other than the Reference Currency, there will be exposure to currency risk unless the Class of Shares is described as "Hedged". This exposure is in addition to the currency risk, if any, that applies to such Sub-Fund.

Currency Hedging Risk

Certain Sub-Funds may offer Hedged Share Classes. Hedged Share Classes are designed to reduce exchange rate fluctuations between the currency of: (i) the Hedged Share Class and the Reference Currency of the Sub-Fund, or (ii) the Hedged Share Class and any other currencies that constitute a material portion of the Sub-Fund's portfolio ("Material Currencies").

While the Sub-Fund or its authorized agent may attempt to hedge currency risks, there can be no guarantee that it will be successful in doing so. The hedging strategies may be entered into whether the Reference Currency or Material Currencies within the Sub-Fund's portfolio are declining or increasing in value relative to the relevant currency of the Hedged Share Class. Therefore, where such hedging is undertaken, it may substantially protect investors in the relevant Share Class against a decrease in the value of the Reference Currency or Material Currencies within the Sub-Fund's portfolio relative to the Hedged Share Class, but it may also preclude investors from benefiting from an increase in the value of such currencies. All costs and gains/losses of such hedging transactions shall be borne by the relevant Hedged Share Classes.

Derivative Risk

A derivative is a type of investment whose value is derived from the performance of other investments or from the movement of interest rates, exchange rates or market indices.

There are many different types of derivatives – they usually take the form of a contract to buy or sell a specific commodity, currency, stock or market index. The most common types of derivatives are:

- a futures or forward contract – these are agreements made today to buy or sell a particular currency, security or market index on a specific day in the future at a specified price;
- an option contract – these are agreements that give the buyer the right, but not the obligation, to buy or sell certain securities within a certain time period, at a specified price; and
- a swap agreement – these are negotiated contracts between parties agreeing to exchange payments based on returns of different investments. The most common type is an interest rate swap. Party A agrees to pay Party B a fixed amount based on a pre-set interest rate. In return, Party B agrees to pay Party A a floating amount based on a reference rate such as bankers acceptances or the London Inter-Bank Offered Rate (*LIBOR*).

Derivatives can help a Sub-Fund achieve its investment objectives and may be used in three different ways:

- to protect against or limit the changes in the value of an investment that may result from changes in interest rates, foreign exchange rates, commodity prices, and stock prices;
- as a substitute to investing directly in a particular security or market. A Sub-Fund may use derivatives instead of buying the actual security because it may be cheaper or more efficient; or
- as a substitute for investing directly in a currency as part of the overall investment strategy of a Sub-Fund. A portfolio manager may take the view that a currency will underperform or outperform another currency over a period of time and use currency forwards to take on currency exposure on a short- or long-term basis.



Derivatives have their own special risks. Here are some of the common ones:

- Using derivatives for hedging may not always work and it could limit a Sub-Fund's potential to make a gain.
- Using derivatives for non-hedging does not protect a Sub-Fund from a decline in the value of the underlying security, currency or market for which the derivative is a substitute.
- The price of a derivative may not accurately reflect the value of the underlying currency or security.
- There is no guarantee that a Sub-Fund can close out a derivative contract when it wants to. If, for example, a stock exchange imposes trading limits, it could affect the ability of a Sub-Fund to close out its position in derivatives. This type of event could prevent a Sub-Fund from making a profit or limiting its losses.
- The other party to a derivative contract may not be able to live up to its agreement to complete the transaction. In general, credit ratings are relied on as indications of the ability of the other party to live up to its agreement.

International Investment Risk

Investments on an international basis involve certain risks, including:

- The value of the assets of a Sub-Fund may be affected by uncertainties such as changes in government policies, taxation, fluctuations in foreign exchange rates, the imposition of currency repatriation restrictions, social and religious instability, political, economic or other developments in the law or regulations of the countries in which a Sub-Fund may invest and, in particular, by changes in legislation relating to the level of foreign ownership in the countries in which a Sub-Fund may invest.
- Accounting, auditing and financial reporting standards, practices and disclosure requirements applicable to some countries in which a Sub-Fund may invest may differ from those applicable in Luxembourg in that less information is available to investors and such information may be out of date.
- A Sub-Fund's assets may be invested in securities denominated in currencies other than the Reference Currency of the Sub-Fund, and any income from these investments will be received in those currencies, some of which may fall against the Reference Currency of the Sub-Fund. A Sub-Fund will compute its net asset value and make any distributions in the Reference Currency of the Sub-Fund. Therefore, there may be a currency exchange risk which may affect the value of the Shares and the income distributions paid by a Sub-Fund.

Interest Rate Risk


If a Sub-Fund invests primarily in bonds and other fixed-income securities, a significant influence on the Sub-Fund's value will be changes in the general level of interest rates. If interest rates fall, the value of the Sub-Fund's Shares will tend to rise. If interest rates rise, the value of the Sub-Fund's Shares will tend to fall. Depending on a Sub-Fund's holdings, short-term interest rates can have a different influence on a Sub-Fund's value than long-term interest rates. If a Sub-Fund invests primarily in bonds and other fixed-income securities with longer-term maturities, the biggest influence on the Sub-Fund's value will be changes in the general level of long-term interest rates. If a Sub-Fund invests primarily in bonds and other fixed-income securities with shorter-term maturities, the biggest influence on the Sub-Fund's value will be changes in the general level of shorter-term interest rates.

Large Shareholder Risk

Shares may be purchased or redeemed by investors holding a large portion of the issued and outstanding Shares of a Sub-Fund ("large shareholders"). If a large shareholder redeems all or a portion of its investment in the Sub-Fund, the Sub-Fund may have to incur transaction costs in the process of making the redemption. Conversely, if a large shareholder makes a significant purchase in the Sub-Fund, the Sub-Fund may have to hold a relatively large position in cash for a period of time while the Investment Manager finds suitable investments. This may negatively impact the performance of the Sub-Fund.

Liquidity Risk

Liquidity refers to the speed and ease with which an asset can be sold and converted into cash. Most securities owned by Sub-Funds can be sold easily and at a fair price. In highly volatile markets, such as in periods of sudden interest rate changes, certain securities may become less liquid, which means they cannot be sold as quickly or easily. Some securities may be illiquid because of legal restrictions, the nature of the investment, certain features, like guarantees or a lack of buyers



interested in the particular security or market. Difficulty in selling securities may result in a loss or reduced return for a Sub-Fund.

Market Risk

Market risk is the risk of being invested in the equity and fixed-income markets. The market value of a Sub-Fund's investments will rise and fall based on specific company developments and broader equity or fixed-income market conditions. Market value will also vary with changes in the general economic and financial conditions in countries where the investments are based.

Multiple Class Risk

Most of the Sub-Funds are available in more than one class of Shares. Each class has its own fees and expenses which are tracked separately. Those expenses will be deducted in calculating the net asset value for that class, thereby reducing its net asset value per Share. If one class is unable to pay its expenses or liabilities, the assets of the other class will be used to pay those expenses or liabilities. As a result, the class price of the other class may also be reduced.

Securities Lending Risk

Certain of the Sub-Funds may enter into securities lending transactions in accordance with the rules of the CSSF. Securities lending transactions may be entered into to generate additional income to enhance the net asset value of a Sub-Fund.

In a securities lending transaction, a Sub-Fund lends its securities to a borrower in exchange for a fee. The other party to a securities lending transaction delivers collateral to the Sub-Fund in order to secure the transaction.

Securities lending transactions come with certain risks. If the other party to the transaction cannot complete the transaction, the Sub-Fund may be left holding the collateral delivered by the other party to secure the transaction. In a securities lending transaction, the Sub-Fund could lose money if the value of collateral held does not increase as much as the securities loaned. To minimize these risks, the other party must provide collateral. The value of the transactions and the collateral are monitored daily, and the collateral is adjusted appropriately by the securities lending agent of the Sub-Funds. Furthermore, the Custodian has agreed to indemnify the Fund for any loss in connection with securities lent but not returned in any securities lending transaction.

Small Cap Risk

Securities of small cap companies tend to be traded less frequently and in smaller volumes than those of large cap companies. As a result, the prices of shares of small cap companies tend to be less stable than those of large cap companies. Their value may rise and fall more sharply than other securities, and they may be more difficult to buy and sell.

Specialization Risk

Some Sub-Funds specialize by investing in a particular sector of the economy or part of the world or by using a specific investment style or approach. Specialization allows a Sub-Fund to focus on a specific investment approach, which can boost returns if the particular sector, country or investment style is in favour. However, if the particular sector, country or investment style is out of favour, the value of the Sub-Fund may underperform relative to less specialized investments. Sub-Funds that specialize tend to be less diversified, but may add diversification benefits to portfolios that do not otherwise have exposure to this specialization.

8.3 Performance

The performance of each of the Sub-Funds is attached as separate document to the current simplified prospectus of the Fund. Past performance is not indicative of future results.

9 Investment Restrictions and Techniques and Instruments

- 1. Investment Restrictions
- 2. Investment Techniques and Instruments
- 3. Risk Management Process

9.1 Investment Restrictions

- A. The assets of each Sub-Fund shall comprise only one or more of the following:
- (1) Transferable Securities and Money Market Instruments admitted to or dealt in on a Regulated Market;
 - (2) Transferable Securities and Money Market Instruments listed or dealt in on an Other Regulated Market in a Member State;
 - (3) Transferable Securities and Money Market Instruments admitted to official listing on a stock exchange in an Other State or dealt in on an Other Regulated Market in an Other State;
 - (4) recently issued Transferable Securities and Money Market Instruments, provided that:
 - the terms of issue include an undertaking that application will be made for admission to official listing on a Regulated Market or on an Other Regulated Market as described under (1)-(3) above;
 - such admission is secured within one year of issue;
 - (5) units of UCITS and/or other UCIs within the meaning of the first and second indent of Article 1 paragraph 2, points a) and b) of Directive 2009/65/EC, whether situated in a Member State or in an Other State, provided that:
 - such other UCIs are authorised under laws which provide that they are subject to supervision considered by the Regulatory Authority to be equivalent to that set out in EU law, and that cooperation between authorities is sufficiently ensured (currently the United States of America, Canada, Switzerland, Hong Kong, Japan Norway, the Isle of Man, Jersey and Guernsey);
 - the level of protection for unitholders in such other UCIs is equivalent to that provided for unitholders in a UCITS, and in particular that the rules on assets segregation, borrowing, lending, and uncovered sales of Transferable Securities and Money Market Instruments are equivalent to the requirements of Directive 2009/65/EC;
 - the business of the other UCIs is reported in semi-annual and annual reports to enable an assessment of the assets and liabilities, income and operations over the reporting period;
 - no more than 10% of the assets of the UCITS or of the other UCIs, whose acquisition is contemplated, can, according to their constitutional documents, in aggregate be invested in units of other UCITS or other UCIs;
 - (6) deposits with credit institutions which are repayable on demand or have the right to be withdrawn, and maturing in no more than 12 months, provided that the credit institution has its registered office in a Member State or, if the registered office of the credit institution is situated in an Other State, provided that it is subject to prudential rules considered by the Regulatory Authority as equivalent to those set out in EU law;
 - (7) financial derivative instruments, i.e. in particular credit default swaps, options, futures, including equivalent cash-settled instruments, dealt in on a Regulated Market or on an Other Regulated Market referred to in (1), (2) and (3) above, and/or financial derivative instruments dealt in over-the-counter ("OTC derivatives"), provided that:

- (i) - the underlying consists of instruments covered by this section A, financial indices, interest rates, foreign exchange rates or currencies, in which the Fund may invest according to its investment objectives;
 - the counterparties to OTC derivative transactions are institutions subject to prudential supervision and belonging to the categories approved by the Regulatory Authority, and
 - the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Fund's initiative;
 - (ii) - Under no circumstances shall these operations cause the Fund to diverge from its investment objectives.
- (8) Money Market Instruments other than those dealt in on a Regulated Market or on an Other Regulated Market, to the extent that the issuer or the issuer of such instruments is itself regulated for the purpose of protecting investors and savings, and provided that such instruments are:
- issued or guaranteed by a central, regional or local authority or by a central bank of a Member State, the European Central Bank, the EU or the European Investment Bank, an Other State or, in case of a Federal State, by one of the members making up the federation, or by a public international body to which one or more Member States belong; or
 - issued by an undertaking any securities of which are dealt in on Regulated Markets or on Other Regulated Markets referred to in (1), (2) or (3) above; or
 - issued or guaranteed by an establishment subject to prudential supervision, in accordance with criteria defined by EU law, or by an establishment which is subject to and complies with prudential rules considered by the Regulatory Authority to be at least as stringent as those set out in EU law; or
 - issued by other bodies belonging to the categories approved by the Regulatory Authority provided that investments in such instruments are subject to investor protection equivalent to that set out in the first, the second or the third indent and provided that the issuer is a company whose capital and reserves amount to at least ten million Euro (10,000,000 Euro) and which presents and publishes its annual accounts in accordance with directive 78/660/EEC as amended, is an entity which, within a Group of Companies which includes one or several listed companies, is dedicated to the financing of the group or is an entity which is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.

B. Each Sub-Fund may however:

- (1) Invest up to 10% of its net assets in Transferable Securities and Money Market Instruments other than those referred to above under A (1) through (4) and (8).
- (2) Hold cash and cash equivalents on an ancillary basis; such restriction may exceptionally and temporarily be exceeded if the Directors consider this to be in the best interest of the shareholders.
- (3) Borrow up to 10% of its net assets, provided that such borrowings are made only on a temporary basis. Collateral arrangements with respect to the writing of options or the purchase or sale of forward or futures contracts are not deemed to constitute "borrowings" for the purpose of this restriction.
- (4) Acquire foreign currency by means of a back-to-back loan.

C. In addition, the Fund shall comply in respect of the net assets of each Sub-Fund with the following investment restrictions per issuer:

- (a) Risk Diversification rules

For the purpose of calculating the restrictions described under items (1) to (5) and (8) hereunder, companies which are included in the same Group of Companies are regarded as a single issuer.

- Transferable Securities and Money Market Instruments

- (1) No Sub-Fund may purchase additional Transferable Securities and Money Market Instruments of any single issuer if:
- (i) upon such purchase more than 10% of its net assets would consist of Transferable Securities or Money Market Instruments of one single issuer; or
 - (ii) the total value of all Transferable Securities and Money Market Instruments of issuers in which it invests more than 5% of its net assets would exceed 40% of the value of its net assets. This limitation does not apply to deposits and OTC derivative transactions made with financial institutions subject to prudential supervision.
- (2) A Sub-Fund may invest, on a cumulative basis, up to 20% of its net assets in Transferable Securities and Money Market Instruments issued by the same Group of Companies.
- (3) The limit of 10% set forth above under item (1)(i) is increased to 35% in respect of Transferable Securities and Money Market Instruments issued or guaranteed by a Member State, by its local authorities, by any Other State or by a public international body of which one or more Member State(s) are member(s).
- (4) The limit of 10% set forth above under item (1)(i) is increased to 25% in respect of qualifying debt securities issued by a credit institution which has its registered office in a Member State and which, under applicable law, is submitted to specific public control in order to protect the holders of such qualifying debt securities. For the purposes hereof, "qualifying debt securities" are securities the proceeds of which are invested in accordance with applicable law in assets providing a return which will cover the debt service through to the maturity date of the securities and which will be applied on a priority basis to the payment of principal and interest in the event of a default by the issuer. To the extent that a relevant Sub-Fund invests more than 5% of its net assets in debt securities issued by such an issuer, the total value of such investments may not exceed 80% of the net assets of such Sub-Fund.
- (5) The securities specified above under items (3) and (4) are not to be included for purposes of computing the ceiling of 40% set forth above under item (1)(ii).
- (6) **Notwithstanding the ceilings set forth above, each Sub-Fund is authorized to invest, in accordance with the principle of risk spreading, up to 100% of its net assets in Transferable Securities and Money Market Instruments issued or guaranteed by a Member State, by its local authorities, by any other Member State of the Organization for Economic Cooperation and Development ("OECD") such as the U.S. or by a public international body of which one or more Member State(s) are member(s), provided that (i) such securities are part of at least six different issues and (ii) the securities from any such issue do not account for more than 30% of the net assets of such Sub-Fund.**
- (7) Without prejudice to the limits set forth under item (b) below, the limits set forth under item (1) are raised to a maximum of 20% for investments in shares and/or bonds issued by the same body when the aim of the Sub-Fund's investment policy is to replicate the composition of a certain stock or bond index which is recognised by the Regulatory Authority, on the following basis:
- the composition of the index is sufficiently diversified,
 - the index represents an adequate benchmark for the market to which it refers,
 - it is published in an appropriate manner.
- The limit of 20% is raised to 35% where that proves to be justified by exceptional market conditions, in particular in Regulated Markets where certain Transferable Securities or Money Market Instruments are highly dominant. The investment up to this limit is only permitted for a single issuer.
- Bank Deposits
- (8) A Sub-Fund may not invest more than 20% of its net assets in deposits made with the same body.
- Financial Derivative Instruments

- (9) The risk exposure to a counterparty in an OTC derivative transaction may not exceed 10% of the Sub-Fund's net assets when the counterparty is a credit institution referred to in section A item (6) above or 5% of its net assets in other cases.
- (10) Investment in financial derivative instruments shall only be made provided that the exposure to the underlying assets does not exceed in aggregate the investment limits set forth in items (1) to (5), (8), (9), (13) and (14). When the Sub-Fund invests in index-based financial derivative instruments, these investments do not have to be combined to the limits set forth in items (1) to (5), (8), (9), (13) and (14).
- (11) When a Transferable Security or Money Market Instrument embeds a financial derivative instrument, the latter must be taken into account when complying with the requirements of section (A) item (7) (ii) and section (D) item (1) above, as well as with the risk exposure and information requirements set out in the present Prospectus.
- Units of Open-Ended Funds
- (12) No Sub-Fund may invest in aggregate more than 10% of its net assets in the units of other single UCITS or other UCIs.
- Combined limits
- (13) Notwithstanding the individual limits set out in items (1), (8) and (9) above, a Sub-Fund may not combine:
- investments in Transferable Securities or Money Market Instruments issued by,
 - deposits made with, and/or
 - exposures arising from OTC derivative transactions undertaken with
- a single body in excess of 20% of its net assets.
- (14) The limits set out in items (1), (3), (4), (8), (9) and (13) above may not be combined, and thus investments in Transferable Securities or Money Market Instruments issued by the same body, in deposits or financial derivative instruments made with this body carried out in accordance with items (1), (3), (4), (8), (9) and (13) above may not exceed a total of 35% of the net assets of the Fund.
- (b) Limitations on Control
- (15) No Sub-Fund may acquire such amount of shares carrying voting rights which would enable the Fund to exercise a significant influence over the management of the issuer.
- (16) Any Sub-Fund may not acquire (i) more than 10% of the outstanding non-voting shares of any one issuer; (ii) more than 10% of the outstanding debt securities of any one issuer; (iii) more than 10% of the Money Market Instruments of any one issuer; or (iv) more than 25% of the outstanding shares or units of any one UCI.

The limits set forth in (ii) to (iv) may be disregarded at the time of acquisition if at that time the gross amount of bonds or of the Money Market Instruments or the net amount of the securities in issue cannot be calculated.

The ceilings set forth above under items (15) and (16) do not apply in respect of:

- Transferable Securities and Money Market Instruments issued or guaranteed by a Member State or by its local authorities;
- Transferable Securities and Money Market Instruments issued or guaranteed by any Other State;
- Transferable Securities and Money Market Instruments issued by a public international body of which one or more Member State(s) are member(s); and
- shares in the capital of a company which is incorporated under or organized pursuant to the laws of an Other State provided that (i) such company invests its assets principally in securities issued by issuers of that State, (ii) pursuant to the laws of that State a participation by the relevant Sub-Fund in the equity of

such company constitutes the only possible way to purchase securities of issuers of that State, and (iii) such company observes in its investments policy the restrictions set forth under section C, items (1) to (5), (8), (9) and (12) to (16).

- shares in the capital of subsidiary companies which, exclusively on its or their behalf carry on only the business of management, advice or marketing in the country where the subsidiary is located, in regard to the redemption of shares at the request of shareholders.

D. Finally, the Fund shall comply in respect of the assets of each Sub-Fund with the following investment restrictions:

- (1) No Sub-Fund may acquire precious metals or certificates representative thereof.
- (2) No Sub-Fund may invest in real estate provided that investments may be made in securities secured by real estate or interests therein or issued by companies which invest in real estate or interests therein.
- (3) No Sub-Fund may use its assets to underwrite any securities.
- (4) No Sub-Fund may issue warrants or other rights to subscribe for Shares in such Sub-Fund.
- (5) A Sub-Fund may not grant loans or guarantees in favour of a third party, provided that such restriction shall not prevent a Sub-Fund from investing in non fully paid-up Transferable Securities, Money Market Instruments or other financial instruments, as mentioned under A, items (5), (7) and (8).
- (6) The Fund may not enter into uncovered sales of Transferable Securities, Money Market Instruments or other financial instruments as listed under section A, items (5), (7) and (8).

E. Notwithstanding anything to the contrary herein contained:

- (1) The ceilings set forth above may be disregarded by each Sub-Fund when exercising subscription rights attaching to Transferable Securities or Money Market Instruments in such Sub-Fund's portfolio.
- (2) If such ceilings are exceeded for reasons beyond the control of a Sub-Fund or as a result of the exercise of subscription rights, such Sub-Fund must adopt as its priority objective in its sale transactions the remedying of such situation, taking due account of the interests of its shareholders.
- (3) The risk exposure of the Fund may not be increased by more than 10% by means of temporary borrowing. Taking into account the maximum risk exposure resulting from the use of financial derivative instruments, the overall risk exposure may not exceed 210% of the net asset value of the Fund under any circumstances.

The Board of Directors has the right to determine additional investment restrictions to the extent that those restrictions are necessary to comply with the laws and regulations of countries where Shares of the Fund are offered or sold.

9.2 Investment Techniques and Instruments

A. General

The Fund may employ techniques and instruments relating to Transferable Securities and Money Market Instruments for the purpose of efficient portfolio management as set forth in detail in Section 8 "Investment Policies" of the Prospectus and in Appendices 1 and 2.

When these operations concern the use of financial derivative instruments, the relevant techniques and instruments shall conform to the provisions stipulated in Section 9.1 "Investment Restrictions". In addition, the provisions stipulated in Section 9.3 "Risk Management Process" have to be complied with.

Under no circumstances shall these operations cause a Sub-Fund to diverge from its investment policies and objectives as set out in Section 8 "Investment Policies" of the Prospectus and in Appendices 1 and 2.

Furthermore, the Fund may, for efficient portfolio management purposes, enter into securities lending transactions in accordance with CSSF circular 08/356, provided that the following rules are complied with.

B. Securities Lending

(a) Sub-Funds may enter into securities lending or borrowing transactions, provided that such transactions are carried out in accordance with the following guidelines and the provisions set out in the CSSF circular 08/356.

i) Sub-Funds may only lend or borrow securities through a standardised system operated by a recognised securities clearing institution, such as Clearstream and Euroclear, through a lending program organised by a financial institution or through a first-class financial institution specialised in this type of transactions subject to prudential supervision rules which are considered by the CSSF as equivalent to those provided by EU Law.

ii) When engaging in lending transactions, the relevant Sub-Fund must receive collateral of a value which, during the lifetime of the lending agreement, must be at any time at least equal to 90% of the value of the securities lent. This collateral must be provided in the form of (i) liquid assets; (ii) sovereign OECD bonds; (iii) shares or units issued by specific money market UCIs; (iv) shares or units issued by UCITS investing in bonds issued or guaranteed by first class issuers offering an adequate liquidity; (v) shares or units issued by UCITS investing in shares listed or dealt on a stock exchange of a member state of the OECD provided they are included in a main index; and/or (vi) direct investment in bonds or shares with the characteristics detailed in (iv) and (v) of this item. The collateral must be valued on a daily basis. The collateral may be reinvested within the limits and conditions of the CSSF regulations.

iii) The net exposures (i.e. the exposures of a Sub-Fund less the collateral received by this Sub-Fund) to a counterparty arising from securities lending transactions shall be taken into account in the 20% limit provided for in Article 43(2) of the Law of 2010.

iv) Securities lending or borrowing transactions may not extend beyond a period of 30 days.

v) The restriction set out in item iv) above of this item (a) of Section 9.2 shall not apply if the Sub-Fund involved has the right to terminate the securities lending agreement at any time and request the restitution of the securities lent.

vi) No securities borrowed by any individual Sub-Fund may be disposed of at any time during which they are held by the Sub-Fund, unless such securities are covered by sufficient financial instruments so as to enable the Sub-Fund to return the securities borrowed at the end of the contract term.

(b) Sub-Funds may borrow transferable securities under the following circumstances in connection with the settlement of a securities transaction: (i) at any time in which the securities have been sent for re-registration; (ii) where securities have been lent and not returned on time; or (iii) to prevent failed settlement when the custodian bank fails to discharge its delivery obligation.

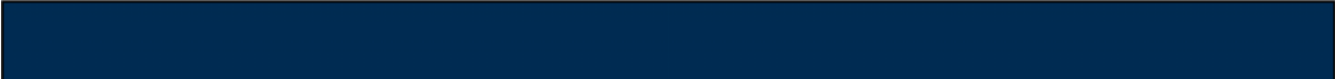
9.3 Risk Management Process

In accordance with the Law of 2010 and other applicable regulations, and in particular CSSF Circular 11/512, the Fund uses a risk management process which enables it to assess the exposure of the Fund to market, liquidity and counterparty risks, and to all other risks, including operational risks, which are material for the Fund. The risk management process enables the Fund to monitor and measure at any time the risk of the positions in the portfolio of the Sub-Funds and the contribution of such positions to the overall risk profile of the portfolio in accordance with the commitment approach described in the CSSF Circular 11/512.

The Fund may carry out operations involving the use of financial derivative instruments either for the purpose of efficient portfolio management or risk hedging. Under no circumstances shall these operations cause the Sub-Funds to diverge from their investment objectives. The use of financial derivative instruments may increase or decrease the Sub-Fund's volatility depending on whether risk exposure is increased or decreased. The Sub-Funds may make use of financial futures traded on regulated markets and over the counter. The Sub-Funds may, for example, trade on the futures markets, the options market and the swaps markets.

Limits

A Sub-Fund may invest in financial derivative instruments provided that the global exposure related to the use of financial derivative instruments must not exceed 100% of the net asset value of the Sub-Fund. The total risk arising from financial derivative instruments is represented by the commitment i.e. the result of the conversion of the positions in financial derivative instruments into equivalent positions in the underlying assets, where applicable, depending on their respective sensibility. The



financial derivative instruments used to hedge the portfolio reduce the overall risk exposure assumed for the Sub-Funds. The overall risk exposure assumed by the Sub-Funds must not exceed 210% of their net asset value on a lasting basis.

The buying and selling positions in a single underlying asset or assets with a historically high correlation may be offset.

When a transferable security or money market instrument embeds a derivative, the latter must be taken into account when applying the provisions of this Section 9.3. If a Sub-Fund employs index-based derivatives, such investments are not combined with the limits set out in Section 9.1.

Trading on Currency Markets

A Sub-Fund may enter into forward exchange transactions for hedging purposes in accordance with the Sub-Fund's investment policy, provided that in doing so, the Sub-Fund does not diverge from its investment objectives. These transactions cannot be combined with the transactions described above in respect of the global exposure limit.

OTC Derivative Counterparty Risk

The risk exposure to a counterparty of a Sub-Fund in an OTC derivative transaction may not exceed 10% of its net assets when the counterparty is a credit institution referred to in Section 9.1 A (6) or 5% of its net assets in other cases. The use of collateral may reduce the risk accordingly.

10 Taxation

1. General
2. The Fund
3. Shareholders
4. EU Savings Directive
5. Net Wealth Tax
6. Value Added Tax
7. Other Taxes
8. UK Reporting Funds
9. Foreign Account Tax Compliance Act ("FATCA")

10.1 General

The following summary is based on the law and practice currently applicable in the Grand Duchy of Luxembourg and is subject to changes therein. Investors should inform themselves of and when appropriate, consult their professional advisors with regards to the possible tax consequences of subscription for, buying, holding, exchanging, redeeming or otherwise disposing of Shares under the laws of their country of citizenship, residence, domicile or incorporation.

It is expected that shareholders in the Fund will be resident for tax purposes in many different countries. Consequently, no attempt is made in this Prospectus to summarize the taxation consequences for each investor subscribing, converting, holding or redeeming or otherwise acquiring or disposing of Shares of the Fund. These consequences will vary in accordance with the law and practice currently in force in a shareholder's country of citizenship, residence, domicile or incorporation and with his, her or its personal circumstances.

Investors should be aware that the residence concept used under the respective headings applies for Luxembourg tax assessment purposes only. Any reference in the present section to a tax, duty, levy, impost or other charge or withholding of a similar nature refers to Luxembourg tax law and/or concepts only. Investors should also note that a reference to Luxembourg income tax generally encompasses corporate income tax (*impôt sur le revenu des collectivités*), municipal business tax (*impôt commercial communal*), a solidarity surcharge (*contribution au fonds pour l'emploi*), as well as personal income tax (*impôt sur le revenu*). Shareholders may further be subject to net wealth tax (*impôt sur la fortune*), a temporary crisis contribution (*contribution de crise*) as well as other duties, levies or taxes. Corporate income tax, municipal business tax and the solidarity surcharge invariably apply to most corporate taxpayers resident in Luxembourg for tax purposes. Individual taxpayers are generally subject to personal income tax and the solidarity surcharge. Under certain circumstances, where an individual taxpayer acts in the course of the management of a professional or business undertaking, municipal business tax may apply in addition.

10.2 The Fund

Under current law and practice, the Fund is not liable to any Luxembourg income or net wealth tax, nor are dividends paid by the Fund liable to any Luxembourg withholding tax. However, in relation to Class A and Class B 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 net assets of the Class at the end of the relevant quarter.

The aforementioned tax is not applicable for the portion of the assets of the Fund invested in other Luxembourg collective investment undertakings. No stamp duty or other tax is payable in Luxembourg on the issue of Shares in the Fund except a fixed fee, payable once only, of EUR 75 which was paid upon incorporation.

No tax is payable in Luxembourg on realized or unrealized capital appreciation of the assets of the Fund. Although the Fund's realized capital gains, whether short term or long term, are not expected to become taxable in another country, the Shareholders must be aware and recognize that such a possibility is not totally excluded. The regular income of the Fund from some of its securities as well as interest earned on cash deposits in certain countries may be liable to withholding taxes at varying rates, which normally cannot be recovered. Withholding and other taxes levied at source, if any, are not recoverable. Whether the Fund may benefit from a double tax treaty concluded by Luxembourg must be analysed and determined on a case-by-case basis.

10.3 Shareholders

Luxembourg Tax Residency

A Shareholder will not become resident, nor be deemed to be resident, in Luxembourg by reason only of the holding and/or disposing of Shares or the execution, performance or enforcement of its rights thereunder.

Income Tax - Luxembourg Residents

Luxembourg resident Shareholders are not liable to any Luxembourg income tax on reimbursement of the share capital contributed to the Fund.

Luxembourg Resident Individuals

Any dividends and other payments derived from the Shares received by Luxembourg resident individuals, who act in the course of either their private wealth or their professional or business activities are subject to income tax at the progressive ordinary rate.

Capital gains realised upon the sale, disposal or redemption of Shares by Luxembourg resident individual Shareholders acting in the course of the management of their private wealth are not subject to Luxembourg income tax, provided this sale, disposal or redemption takes place more than six months after the Shares were acquired and provided the Shares do not represent a substantial shareholding. A shareholding is considered as a substantial shareholding in limited cases, in particular if (i) the Shareholder has held, either alone or together with his/her spouse or partner and/or his/her minor children, either directly or indirectly, at any time within the five years preceding the realisation of the gain, more than 10% of the share capital of the Fund or (ii) the Shareholder acquired free of charge, within the five years preceding the transfer, a participation that constituted a substantial participation in the hands of the alienator (or alienators, in case of successive transfers free of charge within the same five year period). Capital gains realised on a substantial participation more than six months after the acquisition thereof are subject to income tax according to the half-global rate method (i.e. the average rate applicable to the total income is calculated according to progressive income tax rates and half of the average rate is applied to the capital gains realised on the substantial participation). A disposal may include a sale, an exchange, a contribution or any other kind of alienation of the shareholding.

Luxembourg Resident Corporations

Luxembourg resident corporate Shareholders (*sociétés de capitaux*) must include any profits derived, as well as any gain realised on the sale, disposal or redemption of Shares, in their taxable profits for Luxembourg income tax assessment purposes. The same inclusion applies to individual Shareholders acting in the course of the management of a professional or business undertaking, who are Luxembourg residents for tax purposes. Taxable gains are determined as being the difference between the sale, repurchase or redemption price and the lower of the cost or book value of the Shares sold or redeemed.

Luxembourg Residents Benefiting from a Special Tax Regime

Luxembourg resident Shareholders which benefit from a special tax regime, such as (i) UCIs governed by the Law of 2010, (ii) specialised investment funds governed by the law of 13 February 2007, and (iii) family wealth management companies governed by the law of 11 May 2007, are tax exempt entities in Luxembourg and are thus not subject to any Luxembourg income tax.

Income Tax - Luxembourg Non-residents

Shareholders who are non-residents of Luxembourg and which have neither a permanent establishment nor a permanent representative in Luxembourg to which the Shares are attributable, are generally not subject to any income, withholding, estate, inheritance, capital gains or other taxes in Luxembourg.

Corporate Shareholders which are non-residents of Luxembourg but which have a permanent establishment or a permanent representative in Luxembourg to which the Shares are attributable must include any income received, as well as any gain realised on the sale, disposal or redemption of Shares in their taxable income for Luxembourg tax assessment purposes. The same inclusion applies to individuals, acting in the course of the management of a professional or business undertaking, who have a permanent establishment or a permanent representative in Luxembourg to which the Shares are attributable. Taxable gains are determined as being the difference between the sale, repurchase or redemption price and the lower of the cost or book value of the Shares sold or redeemed.

Investors should consult their professional advisors regarding the possible tax or other consequences of buying, holding, transferring or selling Shares under the laws of their countries of citizenship, residence or domicile.

10.4 EU Savings Directive

Non-resident investors should also note that under Council Directive 2003/48/EC regarding the taxation of savings income (the "EU Savings Directive"), interest payments made by the Fund or its Paying Agent to individuals and residual entities (i.e. entities: (a) without legal personality (save for (i) a Finnish avoin yhtiö and kommandiittiyhtiö / öppet bolag and kommanditbolag and (ii) a Swedish handelsbolag and kommanditbolag); (b) whose profits are not taxed under the general arrangements for the business taxation; and (c) that are not, or have not opted to be considered as, UCITS recognised in accordance with Council Directive 2009/65/EC) resident or established in the EU or an associated or dependent territory (i.e. Aruba, British Virgin Islands, Guernsey, Isle of Man, Jersey, Montserrat as well as the former Netherlands Antilles, i.e. Bonaire, Curaçao, Saba, Sint Eustatius and Sint Maarten) may be subject to a withholding tax in Luxembourg unless the beneficiary opts for an exchange of information whereby the tax authorities of the state of residence are informed of the payment thereof. As at the date of this Prospectus, the rate of such withholding tax equals 35%.

This withholding tax applies to (i) distributions of profits by the Fund derived from interest payments (unless the Fund's investment in debt claims does not exceed 15%) and (ii) income realised upon the sale, refund or redemption of the Shares if the Fund invests directly or indirectly more than 25% of its net assets in debt claims and to the extent such income corresponds to gains directly or indirectly derived from interest payments. The current revision draft of the EU Savings Directive extends the provisions of the EU Savings Directive to interest payments made under certain innovative financial products. Investors should inform themselves of, and where appropriate take advice on, the impact of the EU Savings Directive, once amended, on their investment.

10.5 Net Wealth Tax

Luxembourg resident Shareholders, and non-resident Shareholders having a permanent establishment or a permanent representative in Luxembourg to which the Shares are attributable, are subject to Luxembourg net wealth tax on such Shares, unless the Shareholder is (i) a resident or non-resident individual taxpayer, (ii) a UCI governed by the Law of 2010, (iii) a securitisation company governed by the law of 22 March 2004 on securitisation, (iv) a company governed by the law of 15 June 2004 on venture capital vehicles, (v) a specialised investment fund governed by the law of 13 February 2007, or (vi) a family wealth management company governed by the law of 11 May 2007.

10.6 Value Added Tax

The Fund is considered in Luxembourg as a taxable person for value added tax ("VAT") purposes without any input VAT deduction right. A VAT exemption applies in Luxembourg for services qualifying as fund management services. Other services supplied to the Fund could potentially trigger VAT and require the VAT registration of the Fund in Luxembourg so as to self-assess the VAT regarded as due in Luxembourg on taxable services (or goods to some extent) purchased from abroad.

No VAT liability arises in principle in Luxembourg in respect of any payments by the Fund to its Shareholders, to the extent that such payments are linked to their subscription for Shares and do not constitute the consideration received for any taxable services supplied.

10.7 Other Taxes

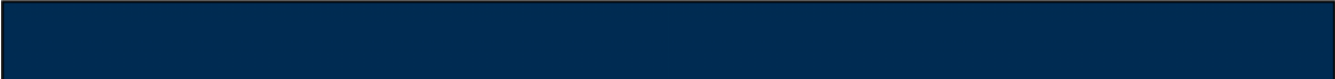
No estate or inheritance tax is levied on the transfer of Shares upon death of a Shareholder in cases where the deceased was not a resident of Luxembourg for inheritance tax purposes.

Luxembourg gift tax may be levied on a gift or donation of Shares if embodied in a Luxembourg notarial deed or otherwise registered in Luxembourg.

10.8 UK Reporting Funds

On 1 December 2009, the UK Government enacted the Offshore Funds (Tax) Regulations 2009 (SI 2009/3001) which replaced the UK Distributor Status regime. Funds which have opted to enter this new regime are referred to as 'Reporting Funds'.

Under the new regime, investors in Reporting Funds are subject to tax on the share of the Reporting Fund's income attributable to their holding in the Fund, whether or not distributed, but any gains on disposal of their holding are subject to capital gains tax.



The new UK Reporting Funds regime applies to the Fund with effect from 1 July 2011, and a current listing of the Classes and Sub-funds that are considered Reporting Funds may be obtained from www.rbcgam.lu.

10.9 Foreign Account Tax Compliance Act (“FATCA”)

The Hiring Incentives to Restore Employment Act (the “Hire Act”) was signed into U.S. law in March 2010. It includes provisions generally known as FATCA. The intention of these provisions is that details of U.S. investors holding assets outside the U.S. will be reported by financial institutions to the Internal Revenue Service, as a safeguard against U.S. tax evasion. As a result of the Hire Act, and to discourage non - U.S. financial institutions from staying outside this regime, all U.S. securities held by a financial institution that does not enter and comply with the regime will be subject to a U.S. tax withholding of 30% on gross sales proceeds as well as income. This regime will be effective in phases between 1 July 2013 and 1 January 2015.

The basic terms of the Hire Act currently appear to include the Fund as a ‘Financial Institution’, such that in order to comply, the Fund may require all shareholders to provide mandatory documentary evidence of their tax residence. However, the Hire Act grants the U.S. Treasury Secretary extensive powers to relax or waive the requirements where an institution is deemed to pose a low risk of being used for the purposes of U.S. tax evasion. The detailed regulations that are expected to define how widely those powers will in fact be exercised have not yet been published, and accordingly the Fund cannot at this time accurately assess the extent of the requirements that FATCA may place upon it.

Shareholders, and intermediaries acting for prospective shareholders, should therefore take particular note that, as further outlined in Section 4.4 “Redemption of Shares”, it is the existing policy of the Fund that United States Persons may not invest in the Fund, and that investors who become United States Persons are liable to compulsory redemption of their holdings. Further, under the FATCA legislation, the definition of a U.S. reportable account will include a wider range of investors than the current United States Person definition.

The Board of Directors may therefore resolve, once further clarity about the implementation and impact of FATCA becomes available, that it is in the interests of the Fund to widen the class of investors prohibited from further investing in the Fund and to make proposals regarding existing investor holdings that fall within the wider FATCA definition.



11 Appendix 1 – The Equity Sub-Funds

RBC Funds (Lux) - Global Equity Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global Equity Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in equity securities of a diversified mix of companies operating in various countries around the world across a range of sectors.

3. Investment Policy

The Sub-Fund will typically invest in a focused list of companies that provide diversification across global equity sectors. The Sub-Fund’s geographic/regional allocation is typically a function of the underlying security selection and equity sector weightings. The Sub-Fund will hold primarily mid- to large-cap stocks, but may also invest in smaller companies. The Sub-Fund may also hold cash and fixed-income securities to protect value in certain market conditions. The Sub-Fund may invest in American Depositary Receipts (ADRs) in order to efficiently add global exposure and reduce the complexity of cross-border transactions. ADRs do not eliminate currency risk or international investment risk.

The investment process for the Sub-Fund is primarily based on fundamental research, although the Investment Manager will also consider quantitative and technical factors. Stock selection decisions are ultimately based on an understanding of the company, its business and its outlook. Companies in the Sub-Fund’s portfolio will generally be established players with a leading market position or defensible niche; possess the potential for long-term growth due to a strong competitive position; have high and sustainable profitability, a sound financial position and strong management; and long-term prospects for initiating or increasing dividends.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the U.S. dollar. The Sub-Fund may also use derivatives such as options, futures, forwards and swaps for non-hedging purposes as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking a core global equity investment that offers the potential for long-term capital growth through exposure to companies from around the world in a diversified range of sectors. Investors should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- international investment risk
- large shareholder risk
- market risk
- multiple class risk
- securities lending risk
- small cap risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.50%	Up to 1.80%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - U.S. Large Cap Equity Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – U.S. Large Cap Equity Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in U.S. large capitalization equities and common stock equivalents.

3. Investment Policy

The Sub-Fund invests primarily in equity securities of U.S. large-cap companies that the Investment Manager deems to be underpriced relative to their intrinsic value and to have strong prospects for positive fundamental change. The Investment Manager seeks to build a portfolio that is well-diversified, with a sector neutral approach, usually maintaining weights for each sector within +/- 2% of the benchmark’s weights.

The investment process for the Sub-Fund is primarily based on fundamental research, which is supplemented with a quantitative model. Company stocks are selected based on indications of substantial fundamental improvement from corporate restructuring, management changes, new product cycles, secular changes in the balance of supply and demand or the removal of weakness.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates or market indices. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to large-sized U.S. companies as a strategic allocation within their diversified global equity portfolios. Investors considering this Sub-Fund should be aware of the risks associated with investing in a single country and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- large shareholder risk
- market risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.50%	Up to 1.80%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

²TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Canadian Equity Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Canadian Equity Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

Canadian Dollar

2. Investment Objective

The objective of the Sub-Fund 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.

3. Investment Policy

The Sub-Fund will be invested in a portfolio of equity securities of companies that are incorporated under the laws of and have their registered office in Canada or that derive the predominant part of their economic activity from Canada. Typically the Sub-Fund will be primarily biased towards large-cap stocks and will not have any particular investment style tilt. In general, the Sub-Fund will be broadly diversified across all major industry sectors represented in the Canadian market.

The investment process for the Sub-Fund is primarily based on fundamental research, although the Investment Manager will also consider quantitative and technical factors. Stock selection decisions are ultimately based on an understanding of the company, its business and its outlook. The Investment Manager seeks primarily large-cap companies that offer the best relative value, with a focus on companies offering superior growth.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the Canadian dollar. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment to efficiently change the level of exposure to Canadian markets. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to the long-term growth opportunities of the Canadian equity market as a strategic allocation within an existing diversified portfolio or for investors who are constructing their global equity portfolio through regional or country-specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in a single country and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- large shareholder risk
- market risk
- multiple class risk
- securities lending risk
- small cap risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.50%	Up to 1.80%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.



RBC Funds (Lux) - U.S. Mid Cap Value Equity Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – U.S. Mid Cap Value Equity Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in U.S. mid-capitalized equity investments and common stock equivalents.

3. Investment Policy

The Sub-Fund invests primarily in equity securities of mid-cap companies that the Investment Manager deems to be undervalued relative to their future opportunities. The Investment Manager seeks to build a portfolio of mature U.S. companies that is typically well-diversified across industry sectors in the U.S. market.

The investment process for the Sub-Fund is primarily based on fundamental research, although the Investment Manager will also consider quantitative and technical factors. Company stocks are selected based on strong management, focused business models, attractive current valuations, and the potential for future growth in earnings and cash flow.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates or market indices. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to undervalued mid-sized U.S. companies as a strategic allocation within their diversified global equity portfolio, or for investors who are looking to expand the U.S. equity allocation of their portfolio beyond U.S. large-cap stocks. Investors considering this Sub-Fund should be aware, not only of the risks associated with investing in a single country, but also the additional risks of investing in mid-cap stocks and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- large shareholder risk
- market risk
- multiple class risk
- securities lending risk
- small cap risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.70%	Up to 2.00%
B	Up to 5%	Up to 0.85%	Up to 1.15%
O	Up to 5%	Up to 0.75%	Up to 0.85%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.75%	Up to 0.85%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - U.S. Small Cap Equity Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – U.S. Small Cap Equity Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in U.S. small market capitalization equities and common stock equivalents.

3. Investment Policy

The Sub-Fund invests primarily in equity securities of small-cap companies that the Investment Manager deems to have superior long-term business fundamentals including a proven product or service, market leadership, sustainable competitive advantage and sound financials. The Investment Manager seeks to build a portfolio that is typically well-diversified across industry sectors in the U.S. market.

The investment process for the Sub-Fund is primarily based on fundamental research, although the Investment Manager will also consider quantitative factors. Company stocks are selected based on long-term business fundamentals, low valuations at the time of purchase and the potential for near-term improvement in profits.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates or market indices. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to undervalued small-sized U.S. companies as a strategic allocation within their diversified global equity portfolio, or for investors who are looking to expand the U.S. equity allocation of their portfolio beyond U.S. large-cap stocks. Investors considering this Sub-Fund should be aware, not only of the risks associated with investing in a single country, but also the additional risks of investing in small-cap stocks and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- large shareholder risk
- liquidity risk
- market risk
- multiple class risk
- securities lending risk
- small cap risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.70%	Up to 2.00%
B	Up to 5%	Up to 0.85%	Up to 1.15%
O	Up to 5%	Up to 0.75%	Up to 0.85%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.75%	Up to 0.85%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 “Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts”.

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Global Resources Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global Resources Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in equity securities of companies around the world in the energy and materials sectors.

3. Investment Policy

The Sub-Fund will invest primarily in companies that are involved directly or indirectly in the exploration, development, production or distribution of natural or other resources. This includes companies that provide services to use, or may benefit from, developments in the natural resources sector or companies that develop, design or provide products and services significant to a country’s or region’s infrastructure and its future evolution. The Sub-Fund will focus on mid- to large-cap stocks, but may also invest in smaller companies.

The investment process for the Sub-Fund is primarily based on fundamental research, although the Investment Manager will also consider quantitative and technical factors. Stock-selection decisions are ultimately based on an understanding of the company, its business and its outlook. The Sub-Fund may also hold cash and fixed-income securities to protect value in certain market conditions.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce its exposure to changes in the value of other currencies relative to the U.S. dollar. The Sub-Fund may also use derivatives such as options, futures, forwards and swaps for non-hedging purposes as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to the long-term growth opportunities of the energy and materials sectors as a strategic allocation within an existing diversified portfolio or for investors who are constructing their global equity portfolio through sector specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in only one or two sectors and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- international investment risk
- large shareholder risk
- liquidity risk
- market risk
- multiple class risk
- securities lending risk
- small cap risk
- specialization risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.70%	Up to 2.00%
B	Up to 5%	Up to 0.85%	Up to 1.15%
O	Up to 5%	Up to 0.75%	Up to 0.85%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.75%	Up to 0.85%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Global Energy Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global Energy Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to provide long-term capital appreciation by investing primarily in equity securities of companies around the world involved directly or indirectly in the exploration, development, production or distribution of energy and energy-related products, or in activities in the energy sector.

3. Investment Policy

Investment decisions are based primarily on fundamental research, although the Investment Manager will also consider quantitative and technical factors. The Investment Manager selects oil and gas stocks based on proven management, a strong balance sheet, low-cost operations, high-quality proven reserves and consistent growth in production of crude oil and natural gas. The Investment Manager forecasts crude oil and natural gas prices in assessing the outlook for the sector and diversifies between senior, intermediate and junior oil and gas producers as well as service providers such as drilling companies.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund's exposure to changes in the value of other currencies relative to the U.S. dollar. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to the long-term growth opportunities of the energy sector as a strategic allocation within an existing diversified portfolio or for investors who are constructing their global equity portfolio through sector specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in a single sector and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- international investment risk
- large shareholder risk
- liquidity risk
- market risk
- multiple class risk
- securities lending risk
- specialization risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.70%	Up to 2.00%
B	Up to 5%	Up to 0.85%	Up to 1.15%
O	Up to 5%	Up to 0.75%	Up to 0.85%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.75%	Up to 0.85%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Global Precious Metals Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global Precious Metals Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of Sub-Fund 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).

3. Investment Policy

The Investment Manager selects companies with experienced management, strong balance sheets, proven ore bodies or excellent geological potential. Investments are diversified between senior, mid and small precious metals producers, as well as pure exploration companies. The Investment Manager monitors companies on an ongoing basis to ensure that the best relative values are identified and reviews economic, industry and company-specific information to assess the growth prospects.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the U.S. dollar. The Sub-Fund may also use derivatives such as options, futures, forward contracts and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to the long-term growth opportunities of the precious metals sector as a strategic allocation within an existing diversified portfolio or for investors who are constructing their global equity portfolio through sector specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in a single sector and should be willing to tolerate significant fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- currency risk
- derivative risk
- international investment risk
- large shareholder risk
- liquidity risk
- market risk
- multiple class risk
- securities lending risk
- specialization risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.70%	Up to 2.00%
B	Up to 5%	Up to 0.85%	Up to 1.15%
O	Up to 5%	Up to 0.75%	Up to 0.85%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.75%	Up to 0.85%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.



Appendix 2 – The Bond Sub-Funds

RBC Funds (Lux) - Global Corporate Bond Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global Corporate Bond Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to maximize total returns by investing primarily in a diversified portfolio of investment grade corporate debt securities from anywhere around the world.

3. Investment Policy

The Investment Manager invests primarily in debt securities of quality companies having stable to improving credit profiles which are undervalued given current market sentiment. The Investment Manager conducts detailed company credit and industry analysis to identify investment opportunities while simultaneously minimizing default prospects. All securities will have an investment grade rating at the time of purchase. The Investment Manager emphasizes fundamental economic analysis of each country and its sensitivity to the shifting global economic environment and diversifies the portfolio so as not to be concentrated in any one issuer, industry, country or credit rating.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the U.S dollar. The Sub-Fund’s currency exposure is typically fully hedged. The Sub-Fund may also use derivatives such as options, futures, forward contracts, and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

This Sub-Fund is most suitable for investors seeking higher potential returns than government bonds in exchange for higher credit and liquidity risk. When added to an equity portfolio, the Sub-Fund can also potentially enhance risk-adjusted returns, offering diversification for equity investors who have little or no bond exposure. Investors in this Sub-Fund should be willing to tolerate moderate fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- credit risk
- currency risk
- currency hedging risk (Hedged Share Classes)
- derivative risk
- interest rate risk
- international investment risk
- large shareholder risk
- liquidity risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.25%	Up to 1.55%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

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

The information contained in this Appendix in relation to RBC Funds (Lux) – U.S. Investment Grade Corporate Bond Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to maximize total returns by investing primarily in a diversified portfolio of investment grade corporate fixed income securities, issued in the U.S. and denominated in U.S. dollars.

3. Investment Policy

The Sub-Fund will invest primarily in investment grade corporate bonds of issuers in the U.S. market. These securities will be issued and pay interest in U.S. dollars. The Sub-Fund may invest a portion of its assets in U.S. dollar securities issued by non-U.S. issuers where such investment is consistent with the investment objectives of the Sub-Fund. The Sub-Fund may also invest a portion of its assets in U.S. government securities, securities issued by agencies or instrumentalities of the U.S. government and municipal bonds, but will typically not invest less than 85% of its assets in investment grade corporate bonds. The Investment Manager will employ multiple strategies to meet the investment objective, including security selection, duration and yield curve focusing on the risk/return relationship for each strategy and the portfolio as a whole.

The Sub-Fund may invest in derivatives, such as swaps and futures for hedging purposes to protect against losses from changes in interest rates and credit risk, as well as for non-hedging purposes, including as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking higher potential returns in exchange for higher risk and who are seeking exposure to the U.S. corporate bond market as a strategic allocation within an existing diversified portfolio or who are constructing their global portfolio through regional or country specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in a single country and should be willing to tolerate moderate fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- credit risk
- currency risk
- currency hedging risk (Hedged Share Classes)
- derivative risk
- interest rate risk
- large shareholder risk
- liquidity risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.00%	Up to 1.30%
B	Up to 5%	Up to 0.65%	Up to 0.95%
O	Up to 5%	Up to 0.55%	Up to 0.65%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.55%	Up to 0.65%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 “Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts”.

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Canadian Bond Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Canadian Bond Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

Canadian Dollar

2. Investment Objective

The objective of the Sub-Fund is to maximize total returns by investing primarily in a diversified portfolio of fixed income securities issued by Canadian governments and corporations.

3. Investment Policy

The Sub-Fund will invest in investment grade corporate bonds and government bonds primarily of Canadian issuers. These securities may be issued in Canadian dollars or other currencies. The Sub-Fund may invest a portion of its assets in Canadian dollar securities of non-Canadian issuers where such investment is consistent with the investment objectives of the Sub-Fund. Although there is no specific limitation on the percentage of the assets of the Sub-Fund that may be invested in non-Canadian securities, the Sub-Fund will typically not invest more than 30% of its assets in non-Canadian securities. The average term to maturity of the portfolio is typically between seven and twelve years. The Investment Manager will employ multiple strategies to meet the objective, including duration, yield curve and security selection, focusing on the risk/return relationship for each strategy and the portfolio as a whole.

The Sub-Fund may use derivatives, such as swaps, options, futures and forward contracts for hedging purposes to protect against fluctuations in the value of other currencies relative to the Canadian dollar, losses from changes in interest rates and market indices, as well as for non-hedging purposes, including as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking exposure to the Canadian bond market as a strategic allocation within an existing diversified portfolio or who are constructing their global portfolio through regional or country specific mandates. Investors considering this Sub-Fund should be aware of the additional risks associated with investing in a single country and should be willing to tolerate moderate fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- credit risk
- currency risk
- currency hedging risk (Hedged Share Classes)
- derivative risk
- interest rate risk
- international investment risk
- large shareholder risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.00%	Up to 1.30%
B	Up to 5%	Up to 0.65%	Up to 0.95%
O	Up to 5%	Up to 0.55%	Up to 0.65%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.55%	Up to 0.65%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Emerging Markets Bond Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Emerging Markets Bond Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to maximize total returns by investing primarily in higher-yielding government or corporate debt securities in less developed or emerging markets.

3. Investment Policy

The Sub-Fund invests primarily in emerging market sovereign and corporate bonds. The Investment Manager conducts detailed economic, political and credit analysis to identify investment opportunities offering high probabilities of superior rates of return while simultaneously minimizing default prospects. The Sub-Fund emphasizes fundamental economic analysis of each country and its sensitivity to the shifting global economic environment and diversifies the Sub-Fund so as not to be concentrated in any one issuer, industry, country or credit rating.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the U.S. dollar. The Sub-Fund may also use derivatives such as options, futures, forward contracts, and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking higher potential returns in exchange for higher risk. Investors in this Sub-Fund may use it to complement an existing core bond portfolio invested in lower risk bonds, in order to gain greater diversification through exposure to the higher return potential of emerging market fixed income securities. The Sub-Fund may also serve as a stand alone investment for investors who may want the potential for capital growth. Investors in this Sub-Fund should be willing to tolerate moderate to high fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- credit risk
- currency risk
- currency hedging risk (Hedged Share Classes)
- derivative risk
- interest rate risk
- international investment risk
- large shareholder risk
- liquidity risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.25%	Up to 1.55%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.

RBC Funds (Lux) - Global High Yield Bond Fund

The information contained in this Appendix in relation to RBC Funds (Lux) – Global High Yield Bond Fund (the “Sub-Fund”) should be read in conjunction with the full text of the Prospectus.

1. Reference Currency

U.S. Dollar

2. Investment Objective

The objective of the Sub-Fund is to maximize total returns by investing primarily in higher yielding corporate debt securities from anywhere around the world.

3. Investment Policy

The Sub-Fund invests in non-investment grade debt securities of issuers located in any country, including emerging markets. The Investment Manager invests primarily in companies having stable to improving credit profiles which are undervalued given current market sentiment. The Investment Manager conducts detailed company credit and industry analysis to identify investment opportunities while simultaneously minimizing default prospects. The Investment Manager emphasizes fundamental economic analysis and diversifies the portfolio so as not to be concentrated in any one issuer, industry, or credit rating.

The Sub-Fund may use derivatives for hedging purposes to protect against losses or reduce volatility resulting from changes in interest rates and market indices or to reduce the Sub-Fund’s exposure to changes in the value of other currencies relative to the U.S dollar. The Sub-Fund may also use derivatives such as options, futures, forward contracts, and swaps as a substitute for direct investment. Derivatives will not be used by the Sub-Fund for leverage purposes.

4. Typical Investor Profile

The Sub-Fund is most suitable for investors seeking higher potential returns in exchange for higher risk. Investors in this Sub-Fund may use it to complement an existing core bond portfolio invested in lower risk bonds, in order to gain greater diversification through exposure to the higher return potential of non-investment grade securities. The Sub-Fund may also serve as a stand alone investment for investors who may want the potential for capital growth. Investors in this Sub-Fund should be willing to tolerate moderate to high fluctuations in the value of their investment.

5. Risk Profile

Investing in the Sub-Fund may result in the following risks which are described in more detail in the Prospectus:

- credit risk
- currency risk
- currency hedging risk (Hedged Share Classes)
- derivative risk
- interest rate risk
- international investment risk
- large shareholder risk
- liquidity risk
- multiple class risk
- securities lending risk

6. Classes of Shares, Fees and Expenses

Class of Shares ¹	Initial Sales Charge	Management Fees	Total Expense Ratio
A	Up to 5%	Up to 1.25%	Up to 1.55%
B	Up to 5%	Up to 0.75%	Up to 1.05%
O	Up to 5%	Up to 0.65%	Up to 0.75%
X	None	Nil, paid directly by investors	0.15% ²
Y	None	Up to 0.65%	Up to 0.75%

¹ For further details regarding the currency denominations and other features of the Classes of Shares, please refer to Section 4.2 "Class Description, Eligibility for Shares, Minimum Subscription and Holding Amounts".

² TER for Class X Shares constitutes expenses only and does not include management fees.

7. Minimum Subscription and Holding Amounts

The minimum initial subscription and holding amount applicable in respect of Class A Shares and Class B Shares each is \$20,000 or the equivalent in another approved currency. A holding of Class A Shares and Class B Shares each may then be increased by any amount, subject to a minimum increase of \$2,500.

The minimum initial subscription and holding amount applicable in respect of Class O Shares and Class X Shares each is \$25,000,000 or the equivalent in another approved currency. A holding of Class O Shares and Class X Shares each may then be increased by any amount, subject to a minimum increase of \$10,000.

The minimum initial subscription and holding amount applicable in respect of Class Y Shares each is \$100,000,000 or the equivalent in another approved currency. A holding of Class Y Shares may then be increased by any amount, subject to a minimum increase of \$10,000.



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