



City National Rochdale Government Bond Fund

CLASS N QUARTERLY MUTUAL FUND REPORT

Symbol: **CGBAX**

TOTAL RETURN - as of December 31, 2016

| | 1 Month | 3 Month | YTD | 1 Year | 3 Year | 5 Year | 10 Year |
|---|--------------|---------------|--------------|--------------|--------------|--------------|--------------|
| Government Bond Fund | 0.00% | -1.15% | 0.21% | 0.21% | 0.21% | 0.00% | 1.87% |
| Barclays U.S. Government 1-5 Year Index | 0.01% | -1.14% | 1.02% | 1.02% | 1.04% | 0.80% | 2.76% |
| Barclays U.S. Gov't. Intmtd Bond Index | -0.03% | -2.18% | 1.05% | 1.05% | 1.58% | 1.04% | 3.42% |
| Lipper Short-Intmtd U.S. Government Funds | 0.00% | -1.12% | 0.58% | 0.58% | 0.82% | 0.51% | 2.66% |

Performance quoted represents past performance which does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call (888) 889-0799, or visit our website at citynationalrochdalefunds.com.

Returns for periods greater than 1 year are annualized.

Investment performance may reflect voluntary fee waivers in effect. In the absence of such fee waivers, total return and yield would be reduced. Fee waivers may be discontinued after January 31, 2018.

RECENT TRADING DATA

| | |
|---------------------------|------------|
| Net Asset Value (NAV) | \$10.48 |
| Average Weighted Maturity | 2.54 Years |
| Duration | 2.46 |
| SEC 30 Day Yield | 0.48% |
| Unsubsidized 30 Day Yield | 0.38% |

TOP TEN HOLDINGS

| | |
|---|-----------|
| US Treasury, 12/31/18 | 4.9% |
| US Treasury, 12/31/20 | 4.5% |
| US Treasury, 11/15/21 | 3.7% |
| FNMA, 10/9/19 | 3.7% |
| FNMA, 2/8/18 | 3.7% |
| US Treasury, 2/28/18 | 3.4% |
| FNMA Pool #FN0004, 12/1/20 | 3.4% |
| FNMA, 11/30/20 | 3.4% |
| US Treasury, 9/30/18 | 3.4% |
| US Treasury, 10/31/20 | 3.3% |
| Total Number of Securities Held: | 49 |

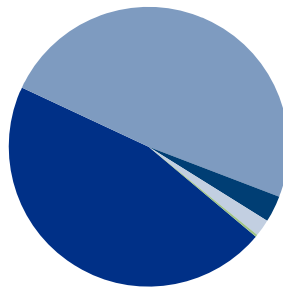
Fund holdings are subject to change.

FEES & EXPENSES

| | |
|--------------------------------------|-------|
| Total Annual Fund Operating Expenses | 1.07% |
| Net Expenses | 1.03% |

City National Rochdale, LLC (The Adviser) has voluntarily agreed to limit its fees or reimburse expenses to the extent necessary to keep total annual fund operating expenses (excluding taxes, interest, brokerage commissions, acquired fund fees and expenses, and extraordinary expenses) from exceeding the Net Expense ratio. The Adviser intends to continue these arrangements at least through January 31, 2017.

SECTORS (Percentages are based on total investments)



| | |
|---------------------|-------|
| U.S. Agency Bonds | 45.9% |
| U.S. Treasury Bonds | 48.8% |
| Mortgages/CMOs | 3.2% |
| Cash Equivalents | 1.9% |
| Municipal Bonds | 0.2% |

CREDIT QUALITY*

| | |
|-----------------------|-------|
| AAA | 59.5% |
| AA | 29.4% |
| Non-Rated U.S. Agency | 9.2% |
| Cash Equivalents | 1.9% |

COMPOSITION

| | |
|------------------|-------|
| Fixed Income | 98.1% |
| Cash Equivalents | 1.9% |

* The credit quality breakdown depicts the credit quality ratings of the Fund's portfolio securities that are rated by one or both of two major nationally recognized statistical rating organizations ("NRSRO"). The two NRSROs currently utilized are Standard & Poor's (S&P) and Moody's. When a bond is rated by S&P that rating is utilized. If it is not rated by S&P, the Moody's rating is utilized. When a security is rated by neither, it is classified as "Not Rated". For bonds, these credit quality ratings are shown without regard to gradations within a given rating category. For example, securities rated "AA-" or "AA+" have been included in the "AA" rated category. Long-term ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest).

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INVESTMENT OBJECTIVE

The Fund seeks to provide current income (as the primary component of a total return intermediate duration strategy) by investing primarily in U.S. Government securities.

INVESTMENT STRATEGY

The Fund purchases a portfolio of which at least 80% consists of U.S. Government securities either issued or guaranteed by the U.S. Government or its agencies or instrumentalities. The Fund may also purchase mortgage backed and asset backed instruments issued by the U.S. Government or a government-sponsored agency whose maturity and duration are consistent with an intermediate-term strategy. The average duration of the portfolio is actively managed in accordance with the Fund's Investment Manager's expectations of interest rate changes as driven by economic trends. The average duration of the portfolio will typically range from two to six years.

INCEPTION DATE:

CUSIP:

April 13, 2000

17800P498

ABOUT FUND MANAGEMENT

City National Rochdale, LLC, a subsidiary of City National Bank, is the investment manager of the Fund.

Portfolio Managers:

Sean Johnson
Paul C. Single

FOR MORE INFORMATION

To request a prospectus or for additional information, please call (888) 889-0799, or visit citynationalrochdalefunds.com.

To determine if this Fund is an appropriate investment for you, carefully consider the Fund's investment objectives, risk factors, and charges and expenses before investing. This and other information can be found in the Fund's summary and full prospectuses, which may be obtained by calling (888) 889-0799, or by visiting our website at citynationalrochdalefunds.com. Read the prospectus carefully before investing.

Investing involves risk including loss of principal. Current and future holdings are subject to risk.

Bonds and bond funds will decrease in value as interest rates rise.

An investment in the Fund is not insured or guaranteed by any U.S. Government agency.

The Barclays U.S. Government 1-5 Year Bond Index, Barclays U.S. Government Intermediate Bond Index, and Lipper Short-Intermediate U.S. Government Funds Classification© are not affiliated with City National Rochdale Funds. It is not possible to invest in an index or a classification.

City National Rochdale Funds are distributed by SEI Investments Distribution Co., which is not affiliated with the investment manager.

Barclays U.S. Government 1-5 Year Index - The Barclays U.S. Government 1-5 Year Index is an index of all investment grade bonds with maturities of more than one year and less than 5 years. The Barclays U.S. Government 1-5 Year Index is a market value weighted performance benchmark.

Barclays U.S. Gov't. Intmtd Bond Index - The Barclays Government Bond Index is an index that measures the performance of all public U.S. government obligations with remaining maturities of one year or more.

Lipper Short-Intmtd U.S. Government Funds - Funds invest primarily in securities issued or guaranteed by the U.S. government, its agencies, or its instrumentalities, with dollar-weighted average maturities of one to five years.

Non-deposit Investment Products are: ■ not FDIC insured ■ not Bank guaranteed ■ may lose value