



RBC Private Canadian Corporate Bond Pool

Investment Objective

To provide long-term returns consisting primarily of interest income and moderate capital growth. The Fund invests primarily in investment grade fixed-income securities issued by Canadian corporations. It may also hold similar securities of U.S. corporations.

In constructing the portfolio, the investment team considers the direction of interest rates in Canada, the U.S. and other major economies. The expected changes in interest rate spreads between and within different segments of the market (e.g. federal, provincial and corporate) are also considered. The Fund can hold up to 20% in debt rated below BBB, but the average credit quality of the Fund cannot fall below BBB.

Fund Details

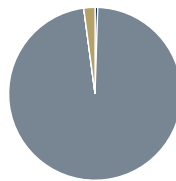
Series	Currency	Fund Code
O	CAD	RBF10500
Inception Date August 2003		
Total Fund Assets \$Mil 1,008.2		
Benchmark FTSE Canada All Corporate Bond Index		

Notes

Securities have been classified as 'NR/NA' if the security has not been rated by a rating agency such as DBRS, S&P or Moody's. Typically, unrated securities are bond issues for which the issuer has not sought a credit rating.

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	0.5
Fixed Income	97.5
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	2.1

Top 10 Holdings

	% Assets
407 International Inc. 5.75% 14-02-2036	1.2
Transcanada Pipelines 5.65% 20-06-2029	1.1
Loblaw Companies Limited 5.9% 18-01-2036	1.1
Hydro One Inc. 6.03% 03-03-2039	1.1
Enbridge Gas Distrib 5.21% 25-02-2036	1.0
Telus Corporation 4.4% 01-04-2043	1.0
Toronto Dominion Bk 2.62% 22-12-2021	1.0
CIBC 2.04% 21-03-2022	1.0
Bank of Nova Scotia 1.83% 27-04-2022	1.0
Bank of Montreal 1.61% 28-10-2021	1.0
Total % of Top 10 Holdings	10.5
Total Number of Stock Holdings	0
Total Number of Bond Holdings	218
Total Number of Other Holdings	21
Total Number of Holdings	239

Fixed Income Breakdown

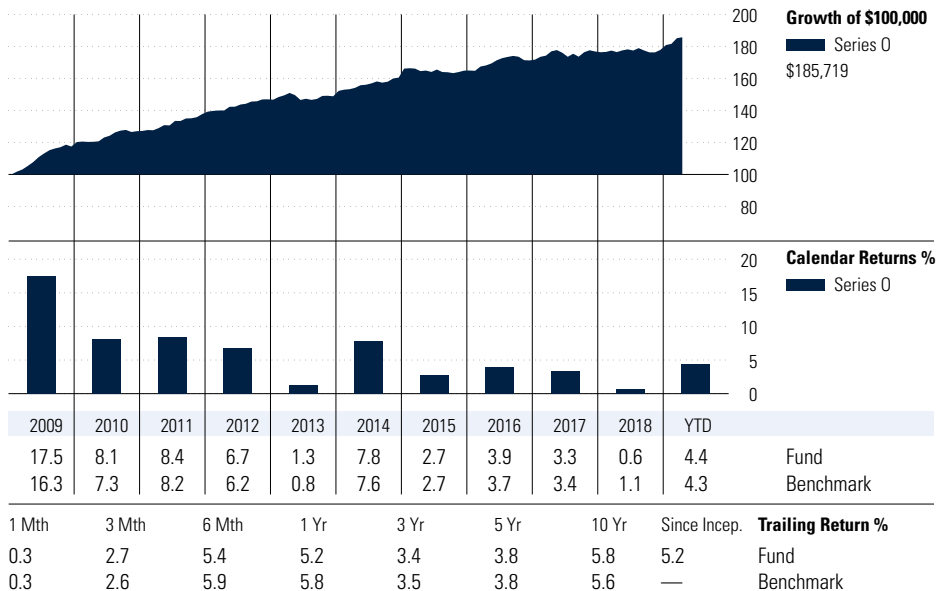
	% Fixed Income
Government Bonds	0.7
Corporate Bonds	98.9
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	0.5
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	0.5	Under 1 year	2.8
AAA	0.9	1 - 5 Yrs	48.5
AA	16.8	5 - 10 Yrs	18.3
A	30.6	Over 10 Yrs	30.4
BBB	50.2		
Below BBB	1.1	Avg. Term to maturity (Yrs)	9.0
Mortgages	0.0	Duration (Yrs)	6.2
NR/NA	0.0	Yield to Maturity	3.0

Geographic Allocations	% Assets
Canada	98.7
United States	1.3
International (ex-Emerging Markets)	0.0
Emerging Markets	0.0

Risk Measures	Fund	Benchmark
3 Year Std Dev	2.9	2.9
5 Year Std Dev	3.0	3.0

Performance Analysis as of April 30, 2019





RBC Private Canadian Corporate Bond Pool

Management Overview

Manager Bios

Marty Balch

RBC Global Asset Management Inc.

Marty Balch is Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the investment industry since 1991.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.15	0.41	0.40	0.40	0.42	0.45	0.47	0.49	0.53	0.54	0.54
Interest	0.15	0.39	0.39	0.40	0.42	0.45	0.47	0.49	0.53	0.54	0.54
Dividends	—	0.02	0.01	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2010	19.5	1-2012	11.4	1-2014	8.6	1-2019	6.0
Worst	12-2008	-3.5	12-2008	0.5	2-2009	2.6	11-2016	5.2
Average		5.1		5.2		5.4		5.6
No. of Periods		177		153		129		69
Pct. Positive		91.0		100.0		100.0		100.0

* Distributions are characterized into income type at year-end.

Quarterly Commentary as at March 31, 2019

In Q1, the Pool slightly outperformed the return of the benchmark. Relative to Canadian federal bonds, the Fund outperformed but lagged provincial bonds. Short to Mid-term (1-10 years) corporate bonds were best in class versus government entity bonds. Overall, bonds with longer maturities (10+ years) had the highest returns last quarter, with long provincials being the strongest. Energy and Infrastructure were the strongest sectors, while ABS and Financials were the weakest.

Government bond yields fell across the entire yield curve. The rate of the decline accelerated after the U.S. Federal Reserve (Fed) surprisingly pivoted from tighter to easier monetary policy. The surprise change in the Fed's view was driven by slower global growth concerns, uncertainty around Brexit and China, and falling risk assets. Credit spreads initially started the year wider, but managed to recover after investors took the "Fed Pivot" to

mean risk on. Light supply also helped.

The Pool benefitted from the rally in interest rates and tighter credit spreads. The all-in yield of the Fund finished lower. Preferred shares did rally but still underperformed the corporate bond market. The weighting was reduced to 2.3% (from 2.6%). Tactical exposure to currencies was reduced as well.

Valuations still remain attractive as Canadian credit spreads remain above long term averages. To date, investment grade bond spreads have not widened in the face of the slower global growth narrative, and will look for guidance from Q1 corporate earnings reports. Corporate bonds should modestly outperform Canadian Government bonds due to their excess yield, and the dovish bias by global central banks in light of economic and geopolitical uncertainty.



RBC Private Canadian Corporate Bond Pool

Disclosure

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Management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns.

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MER (%) for RBC Funds, RBC Private Pools, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

Graphs are only used to illustrate the effects of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund.

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