

PH&N High Yield Bond Fund



Investment objective

To provide a high level of income and the opportunity for capital appreciation by investing primarily in a well-diversified portfolio of fixed income securities issued by Canadian and/or foreign corporations and governments.

Fund details

Series	Load structure	Currency	Fund code
D	No load	CAD	RBF1280

Inception date	July 2000
Total fund assets \$MM	7,525.0
Series D NAV \$	11.91
Series D MER %	0.86

Income distribution	Quarterly
Capital gains distribution	Annually
Sales status	Open to existing unitholder
Minimum investment \$	500
Subsequent investment \$	25
Risk rating	Low
Fund category	High Yield Fixed Income

Benchmark

100% FTSE Canada Universe Bond Index

Notes

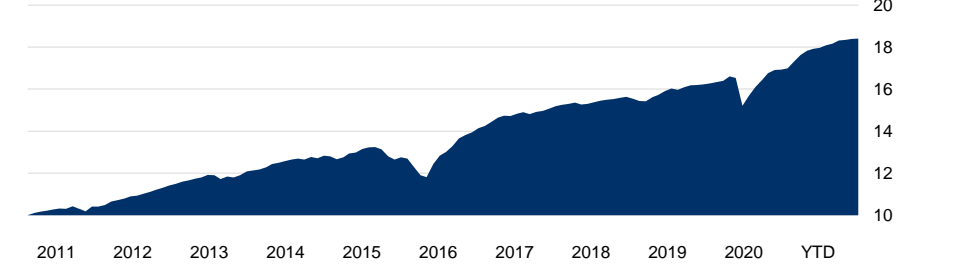
Units of this fund are not available for purchase by new investors. Existing investors who hold units of the fund can continue to make additional investments into the fund.

Fund's investment objective changed November 28, 2011.

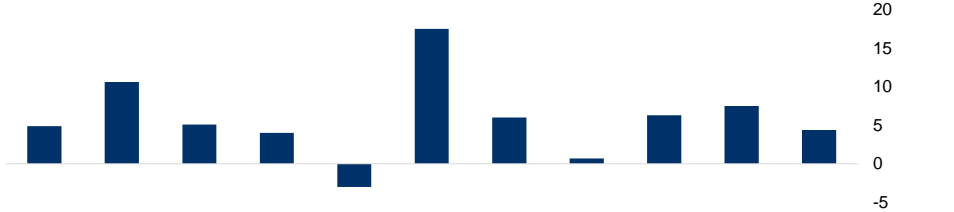
Performance analysis for Series D as of September 30, 2021

Growth of \$10,000

Series D \$18,402



Calendar returns %

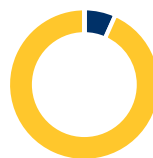


2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	YTD	
4.9	10.6	5.1	4.0	-3.0	17.5	6.0	0.7	6.3	7.5	4.4	Fund
1 st	3 rd	2 nd	2 nd	3 rd	1 st	1 st	1 st	4 th	1 st	1 st	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
0.1	0.5	2.4	8.7	5.6	5.7	6.1	7.2	Fund
2 nd	3 rd	3 rd	2 nd	1 st	1 st	1 st	—	Quartile
461	461	460	441	389	335	101	—	# of funds in category

Portfolio analysis as of September 30, 2021

Asset mix



	% Assets
• Cash	6.7
• Fixed income	93.3
• Canadian equities	0.0
• U.S. equities	0.0
• European equities	0.0
• Asia-Pacific equities	0.0
• Emerging markets equities	0.0

Fixed income characteristics

Yield to maturity (%)	3.3
Current yield (%)	5.0
Duration (years)	2.7
Average term to maturity (years)	4.5
Average credit rating	BB

Fixed income breakdown

	%
Government Bonds	0.0
Corporate Bonds	93.2
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	6.8
Asset Backed Securities	0.0

Portfolio analysis continued as of September 30, 2021

Top 25 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
Inter Pipeline Ltd 6.875% Mar 26, 2079	4.9	Cash / Cash Equiv.	6.8	Canada	58.9
Brookfield Property REIT Inc / BPR Cumulus LLC / BPR Nimbus LLC / GCSI Sellco LL 5.75% May 15, 2026	4.4	AAA	0.0	United States	41.1
TransDigm Inc 6.25% Mar 15, 2026	3.6	AA	0.0	International (ex-Emerging Markets)	0.0
Inter Pipeline Ltd 6.625% Nov 19, 2079	3.5	A	0.0	Emerging Markets	0.0
National Bank of Canada 4.3% Nov 15, 2080	3.2	BBB	13.1		
Uber Technologies Inc 8% Nov 01, 2026	2.7	Below BBB	80.1		
Canadian Imperial Bank of Commerce 4.375% Oct 28, 2080	2.3	Mortgages	0.0		
CSC Holdings LLC 5.5% Apr 15, 2027	2.3	Other	0.0		
Enviva Partners LP / Enviva Partners Finance Corp 6.5% Jan 15, 2026	2.2				
Keyera Corp 6.875% Jun 13, 2079	2.1				
Northriver Midstream Finance LP 5.625% Feb 15, 2026	2.0				
Park Intermediate Holdings LLC / PK Domestic Property LLC / PK Finance Co-Issuer 7.5% Jun 01, 2025	2.0				
CCO Holdings LLC / CCO Holdings Capital Corp 5.125% May 01, 2027	1.8				
Brookfield Property Finance ULC 4.346% Jul 03, 2023	1.7				
Cominar Real Estate Investment Trust 5.95% May 05, 2025	1.7				
TransDigm Inc 8% Dec 15, 2025	1.5				
CES Energy Solutions Corp 6.375% Oct 21, 2024	1.4				
Bank of Montreal 4.3% Nov 26, 2080	1.4				
Brookfield Property Finance ULC 3.926% Aug 24, 2025	1.3				
Aramark Services Inc 6.375% May 01, 2025	1.3				
CQP Holdco LP / BIP-V Chinook Holdco LLC 5.5% Jun 15, 2031	1.3				
Royal Bank of Canada 4% Feb 24, 2081	1.3				
Crew Energy Inc 6.5% Mar 14, 2024	1.3				
Uber Technologies Inc 7.5% May 15, 2025	1.3				
Doman Building Materials Group Ltd 5.25% May 15, 2026	1.3				
Total % of top 25 holdings	53.9				
Total number of holdings	125				

Distributions (\$)/unit*	YTD	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
Interest	—	0.49	0.50	0.56	0.58	0.59	0.67	0.69	0.58	0.64	0.68
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	0.15	—	—	0.30	0.09	—	—	—	0.14	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.38	0.64	0.50	0.56	0.88	0.68	0.67	0.69	0.58	0.79	0.68

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Manager bios

Hanif Mamdani, Phillips, Hager & North Investment Management

Hanif is Managing Director and Head of Alternative Investments at RBC GAM. He is also a member of the PH&N Asset Mix Committee and the RBC GAM Investment Strategy Committee. In addition, Hanif is lead manager of a high yield bond strategy, a multi-strategy hedge fund, and a proprietary multi-strategy hedge fund-of-funds solution. He holds a master's degree from Harvard University and a bachelor's degree with honours from the California Institute of Technology.

Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers. Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc.

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MER (%) for RBC Funds, 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.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold. Advisor Series units with the deferred sales charge option are capped and invested based on their existing redemption schedule.

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.

Growth of \$10K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

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