



# RBC Global Bond & Currency Fund

## Investment Objective

To provide total returns comprised of interest income and some capital growth. The fund invests primarily in units of other mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), emphasizing mutual funds that invest in high-quality fixed-income securities issued internationally by Canadian and foreign governments and emerging market currencies. The fund may also invest in fixed-income securities issued by Canadian and foreign corporations and supranational agencies like the World Bank.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF1440
Adv	Low Load	CAD	RBF125
Adv	No Load	CAD	RBF1700

Inception Date	January 2018
Total Fund Assets \$Mil	8.6
Series A NAV \$	10.17
Series A MER %	1.72
Benchmark	50% J.P. Morgan Emerging Local Markets Index (ELMI+) (CAD) 50% FTSE World Government Bond Index (Hedged to CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Global Fixed Income
---------------	---------------------

Management Company	RBC Global Asset Management Inc.
--------------------	----------------------------------

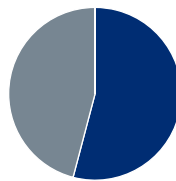
Web Site	www.rbcgam.com
----------	----------------

## Notes

Bond rating is based on RBC Global Bond Fund component of the fund.

## Portfolio Analysis as of January 31, 2019

### Asset Mix



	% Assets
Cash	54.1
Fixed Income	45.9
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Fixed Income Breakdown

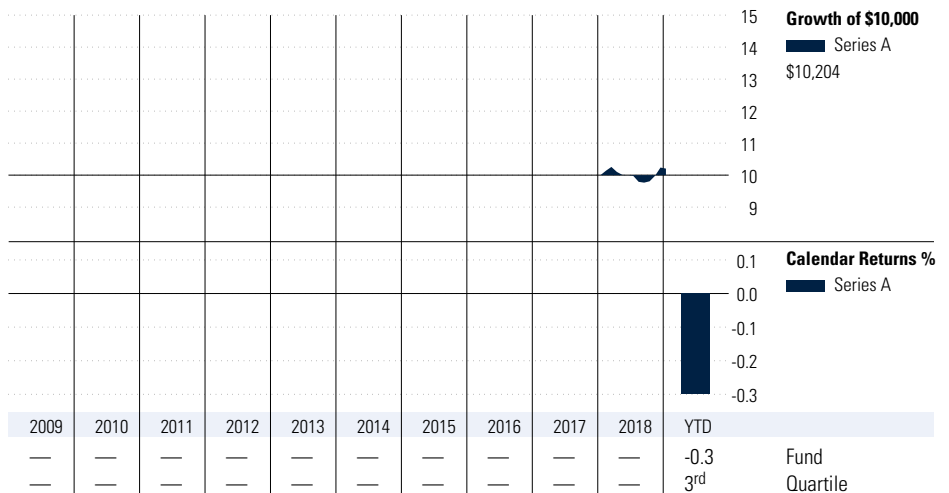
	% Fixed Income
Government Bonds	87.5
Corporate Bonds	6.1
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	6.4
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	6.4	Under 1 year	58.4
AAA	41.5	1 - 5 Yrs	17.2
AA	5.7	5 - 10 Yrs	11.3
A	25.5	Over 10 Yrs	13.1
BBB	15.4		
Below BBB	5.4	Avg. Term to maturity (Yrs)	4.6
Mortgages	0.0	Duration (Yrs)	3.8
NR/NA	0.1	Yield to Maturity	4.3

### Geographic Allocations

	% Assets
Canada	0.7
United States	14.2
International (ex-Emerging Markets)	30.0
Emerging Markets	55.1

## Performance Analysis as of January 31, 2019



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	-0.3	4.1	2.3	2.0	—	—	—	1.9	Fund
	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	—	—	—	—	Quartile
	522	500	480	467	253	145	52	—	No. of Funds in Category



# RBC Global Bond & Currency Fund

## Management Overview

### Manager Bios

#### Dagmara Fijalkowski

#### RBC Global Asset Management Inc.

As Head of Global Fixed Income and Currencies, Dagmara leads investment teams in Toronto, London and Minneapolis in charge of almost \$100 billion in fixed income assets. She heads management of several bond funds and manages foreign-exchange hedging and active currency overlay programs across a number of funds. Dagmara, who began her investment career in 1994, holds an MBA from the Richard Ivey School of Business, a Master's degree in economics from the University of Lodz in Poland and is a CFA charterholder.

### Performance Analysis Cont'd as of January 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	—	0.02	—	—	—	—	—	—	—	—	—
Interest	—	0.02	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	1-2019	2.0	—	—	—	—	—	—
Worst	1-2019	2.0	—	—	—	—	—	—
Average		2.0		—		—		—
No. of Periods		1		—		—		—
Pct. Positive		100.0		—		—		—

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

### Quarterly Commentary as at December 31, 2018

The Fund was launched on January 29, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Reduced economic growth suggests that the Fed will slow its pace of rate increases in 2019. Against this backdrop, the portfolio manager expects bond yields to rise marginally over the next 12 months. Short-term yields might continue to rise faster than those on longer-term bonds as long as central banks appear committed to higher benchmark rates. However, the bulk of rate increases by the U.S. Federal Reserve are likely behind us, while trade tensions and slowing economic growth could keep bond yields within the recent range.

In coming quarters, we expect more attention to be paid to upcoming elections in emerging-market countries, especially India and South Africa, and uncertainty surrounding those votes may cause investors to sell the currencies of these countries.

On the economic front, we expect that economic stimulus in China will start to translate into improved economic stability in Asia during the first half of 2019. Since investors are currently concerned about the economic impact of trade tariffs, improved economic data may contribute to the next rally in emerging-market assets.



# RBC Global Bond & Currency Fund

## 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.

Commissions, trailing commissions, 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. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates

or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at [www.sedar.com](http://www.sedar.com).

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.

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.

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.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A and F units of the Fund as of January 31, 2019.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2019