



RBC Global Bond Fund

Investment Objective

To achieve above average long-term total returns comprised of interest income and some capital growth, by taking advantage of interest rate and currency fluctuations in world fixed-income markets.

In constructing the portfolio, the investment team takes into account the direction of interest rates in major global economies, as well as anticipated changes in spreads. Security selection is based on fundamental economic analysis, focusing on economic growth, inflation and the country's fiscal and monetary policy. Although primarily a sovereign bond fund, the Fund can hold up to 40% in investment-grade corporates and high-yield and emerging markets debt (maximum 25% combined).

Fund Details

Series	Currency	Fund Code
O	CAD	RBF193
Inception Date		October 2007
Total Fund Assets \$Mil		8,269.3
Benchmark		FTSE World Gov Bond (C\$ hedged)

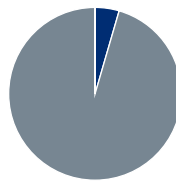
Notes

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.

This is a continuing fund resulting from a merger effective June 27, 2014.

Portfolio Analysis as of April 30, 2019

Asset Mix



	% Assets
Cash	4.5
Fixed Income	95.5
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

Top 10 Holdings

	% Assets
United States 2-Yr Nt Future 28-06-2019	6.2
Spain (Kingdom of) 1.15% 30-07-2020	4.2
US Treasury Notes 1.5% 31-01-2022	3.0
United States 10-Yr Nt Future 19-06-2019	2.9
France (Republic Of) 0.5% 25-05-2026	2.8
Euro BOBL Future June19 06-06-2019	2.7
UNIT KING OF GRT BRIT AND NORTH IREL 22-01-2044	2.6
Euro Schatz June19 06-06-2019	2.4
Belgium (Kingdom Of) 2.6% 22-06-2024	2.3
Italy (Republic Of) 0.65% 01-11-2020	2.3
Total % of Top 10 Holdings	31.4
Total Number of Stock Holdings	15
Total Number of Bond Holdings	2,084
Total Number of Other Holdings	33
Total Number of Holdings	2,132

Fixed Income Breakdown

	% Fixed Income
Government Bonds	88.3
Corporate Bonds	7.4
Other Bonds	0.0
Mortgage Backed Securities	0.1
ST Investments (Cash & Other)	4.2
Asset Backed Securities	0.0

Bond Rating

	%	Term to Maturity	%
Cash / Cash Equiv.	4.2	Under 1 year	19.6
AAA	26.5	1 - 5 Yrs	33.6
AA	15.6	5 - 10 Yrs	19.6
A	30.4	Over 10 Yrs	27.1
BBB	17.0		
Below BBB	6.2	Avg. Term to maturity (Yrs)	9.5
Mortgages	0.1	Duration (Yrs)	7.7
NR/NA	0.0	Yield to Maturity	2.4

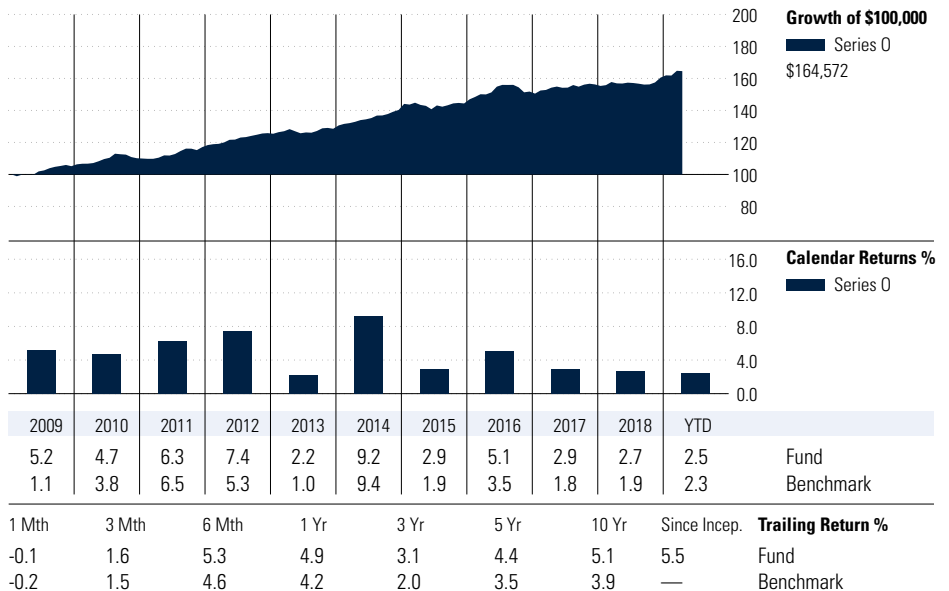
Geographic Allocations

	% Assets
Canada	3.0
United States	28.2
International (ex-Emerging Markets)	63.6
Emerging Markets	5.2

Risk Measures

	Fund	Benchmark
3 Year Std Dev	3.0	2.8
5 Year Std Dev	3.1	3.0

Performance Analysis as of April 30, 2019





RBC Global Bond 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.

Soo Boo Cheah

RBC Global Asset Management (UK) Limited

Soo Boo is Senior Portfolio Manager, Global Fixed Income & Currencies, at RBC Global Asset Management (UK) Ltd. He joined the firm in 2000 as a Fixed Income Analyst and has been active in all aspects of global fixed income management. Soo Boo is a member of the Global Fixed Income & Currencies Committee and the RBC Investment Strategy Committee's Fixed Income & Currencies Advisory Committee. He earned an MBA from the University of New Brunswick and is a CFA charterholder.

Performance Analysis Cont'd as of April 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.08	0.22	0.50	0.66	0.29	0.58	0.30	0.66	0.36	0.34	0.39
Interest	0.08	0.22	0.23	0.25	0.29	0.29	0.30	0.31	0.36	0.34	0.39
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	0.28	0.41	—	0.28	—	0.35	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	10-2009	11.5	10-2010	8.0	10-2012	6.9	10-2017	5.7
Worst	7-2017	-1.1	1-2018	2.5	10-2018	3.9	12-2018	4.8
Average		5.1		5.3		5.4		5.1
No. of Periods		127		103		79		19
Pct. Positive		96.9		100.0		100.0		100.0

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

Quarterly Commentary as at March 31, 2019

Major government-bond markets posted strong gains, with yields touching their lowest levels within the past 12 months, as concerns about slowing global economic growth and effects of tighter financial conditions prompted most central banks to stop tightening monetary policy.

The U.S. Federal Reserve (Fed) turned overwhelmingly dovish at its March meeting, acknowledging that economic activity had slowed. The Fed signaled that rates were unlikely to rise in 2019 and balance-sheet reduction may end this year. The European Central Bank supported the bond rally by rolling back plans to raise its benchmark interest rate and extended the use of a program aimed at promoting bank lending. British government bonds were the best performers amid concern that Britain would exit the EU in a way that was disruptive to the economy.

Above-benchmark exposure to Eurozone countries and allocation to corporate bonds and emerging-market local-currency debts contributed to

performance. The Fund benefited from the overweight positions in European bonds with terms of less than five years and more than 10 years. A bond strategy which used bond futures and cash to mimic bond exposure also added to performance.

We expect global central banks to retreat from plans to tighten monetary policy. Concerns about weakening economic growth could keep bond yields within the recent range. The recent U.S. yield-curve inversion, where 10-year yields fell below 3-month yields, has worried many investors, who are concerned it could signal a recession. While the inversion does not necessarily signify an imminent contraction, it does indicate that fear of an economic slowdown. It also signals that the cycle of interest rate hikes is likely behind us. The portfolio manager is likely to take advantage of recent bond-market volatility to adjust the Fund's interest-rate sensitivity profile and country exposure.



RBC Global Bond Fund

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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