



# RBC \$U.S. Money Market Fund

## Investment Objective

To provide current income and liquidity and to generate U.S. dollar returns while providing investors with potential for currency diversification, and provide current income and liquidity consistent with short-term U.S. money market rates. To preserve the value of your investment.

## Fund Details

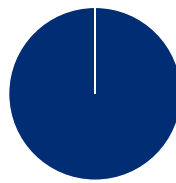
Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF261
Inception Date		July 1990	
Total Fund Assets \$Mil		271.2	
Series A Current Yield%		1.97	
Series A MER %		0.33	
Benchmark		FTSE 3 Month T-Bill	
Income Distribution		Monthly	
Capital Gains Distribution		Annually	
Sales Status		Open	
Min. Investment \$		500	
Subsequent Investment \$		25	
Fund Category		US Money Market	
Management Company		RBC Global Asset Management Inc.	
Web Site		www.rbcgam.com	

## Notes

The current yield is an annualized yield based on the seven day period ended on June 30, 2018 and does not represent an actual one year return.

## Portfolio Analysis as of June 30, 2018

### Asset Mix



	% Assets
Cash	100.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Term to Maturity

	%
0 - 30 days	36
31 - 60 days	14
61 - 90 days	31
90 + days	19
Avg. Term to maturity (days)	63

### Cash Breakdown

	Cash (%)
Treasury Bills	9.0
Provincial Bills	6.0
Bankers Acceptance	13.0
Commercial Paper	72.0
Bank Deposits	0.0

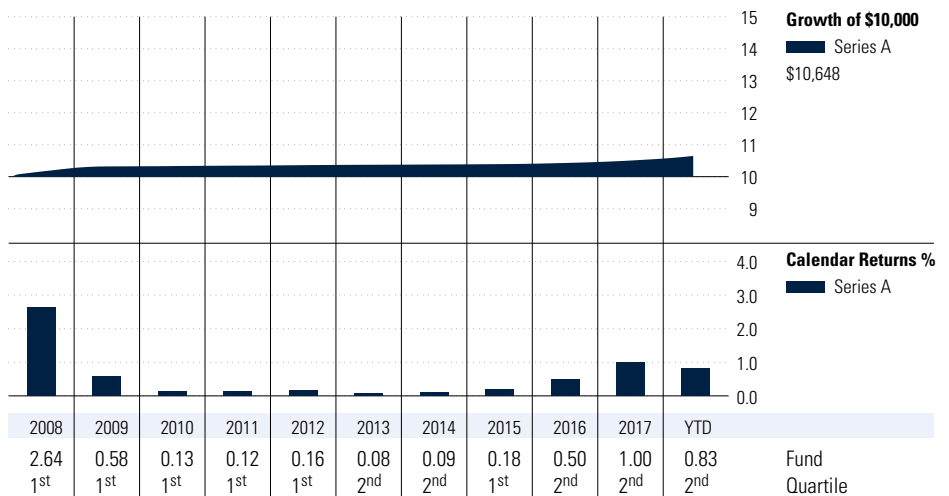
### Credit Quality

	%
R1 High	81.1
R1 Medium	15.7
R1 Low	3.2
Avg. Rating	R1H

### Top 25 Holdings

	% Assets
Cash & Cash Equivalents	49.6
Omers Realty Corp. 2.300%	3.4
Bnp Paribas Cap Tr. 2.301%	3.1
Province Of Quebec 2.021%	2.8
Farm Credit Canada 1.983%	2.7
Sound Trust 2.529%	2.2
Sure Trust 2.349%	1.8
Zeus Receivables Tr. 2.382%	1.5
Stable Trust 2.349%	1.5
Merit Trust - Senior Notes 2.349%	1.3
Prime Trust 2.399%	1.2
Ridge Trust 2.401%	1.2
Omers Realty Corp. 2.104%	1.1
Prime Trust - Senior Notes 2.300%	1.0
Farm Credit Canada 2.152%	1.0
Enbridge Pipelines Inc. 2.422%	0.9
Safe Trust - Series 1996-1 2.318%	0.9
National Bank Of Canada 2.002%	0.8
Farm Credit Canada 2.048%	0.8
Clarity Trust 2.176%	0.8
Fusion Trust 2.187%	0.8
Bank Of Montreal 2.519%	0.8
Canadian Master Trust - Series A 2.401%	0.7
Zeus Receivables Trust - Senior Notes 2.380%	0.7
Banner Trust 2.480%	0.7
Total % of Top 25 Holdings	83.3
Total Number of Stock Holdings	0
Total Number of Bond Holdings	0
Total Number of Other Holdings	73
<b>Total Number of Holdings</b>	<b>73</b>

## Performance Analysis as of June 30, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.16 2nd	0.47 2nd	0.83 2nd	1.42 2nd	0.82 2nd	0.53 2nd	0.48 1st	2.35	Fund
39	38	38	35	27	27	22	—	No. of Funds in Category



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## Management Overview

### Manager Bios

#### Walter Posiewko

#### RBC Global Asset Management Inc.

Walter Posiewko is Vice President and Senior Portfolio Manager, Global Fixed Income and Money Markets. He has been in the investment industry since 1985.

### Performance Analysis Cont'd as of June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.08	0.10	0.05	0.02	0.01	0.01	0.02	0.01	0.01	0.06	0.26
Interest	0.08	0.10	0.05	0.02	0.01	0.01	0.02	0.01	0.01	0.06	0.26
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2001	5.47	3-2001	4.74	4-2001	4.62	6-2003	3.61
Worst	5-2014	0.08	8-2015	0.10	8-2014	0.12	6-2018	0.48
Average		2.15		2.17		2.16		2.11
No. of Periods		289		265		241		181
Pct. Positive		100.00		100.00		100.00		100.00

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

### Quarterly Commentary as at June 30, 2018

Economic growth gained momentum during Q2, leading to tighter policy by the U.S. Federal Reserve (Fed) and higher U.S. money-market yields. The U.S. economy's strength was fueled by a number of tax and regulatory policy changes. Housing and employment markets firmed and this buttressed consumer confidence, resulting in a virtuous feedback loop fueling growth. Although inflation pressures stirred, they remained muted for the most part. Expectations of more rate hikes persevered as the Fed hiked by 0.25% during the quarter and announced its intentions to continue normalizing through higher administrative rates and the shrinking of its balance sheet through the rest of 2018.

U.S. money-market yields jumped approximately 0.20% in short maturities, reflecting the tightening bias in the United States. Longer maturities also increased, but only by 0.10%. The Fund's activity focused on maintaining short-term liquidity to quickly capture the effects of the rate hike while occasionally investing further out on the curve to

attract higher yields. The Fund's overall composition continued to favour securitized paper as corporate issuance remained weak. The Fund's average term to maturity increased after the most recent rate hike as the manager expected no further tightening over the medium term and took advantage of higher yields further out on the curve.

The U.S. economy is on a firm growth path, allowing the Fed to maintain its gradual tightening stance. Irritants to growth remain, particularly uncertainty related to trade skirmishes between the U.S. and its trading partners. This could interfere with the tightening program's pace but, as long as the Fed judges the economy is close to capacity, it will continue its tightening program for at least another year. This suggests that money-market rates will continue to gradually climb, necessitating an overall defensive bias in managing the Fund.



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### 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.

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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the full year period, January 1 to December 31, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full year period, April 1, 2017 to March 31, 2018.

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 June 30, 2018.

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