



# 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

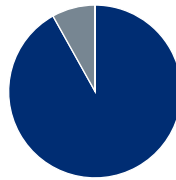
Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF261
Inception Date		July 1990	
Total Fund Assets \$Mil		228.5	
Series A Current Yield%		1.13	
Series A MER %		0.33	
Benchmark		Citigroup 3 Month T-Bill	
Income Distribution		Monthly	
Capital Gains Distribution		Annually	
Sales Status		Open	
Min. 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 October 31, 2017 and does not represent an actual one year return.

## Portfolio Analysis as of October 31, 2017

### Asset Mix



	% Assets
Cash	91.9
Fixed Income	8.1
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Top 10 Holdings

	% Assets
Province Of Alberta 1.162% 01-11-2017	6.1
Province Of Ontario 1.202% 18-01-2018	5.4
Omers Realty Corp. 1.300% 21-11-2017	4.8
National Bank Of Canada 1.280% (ST)	3.8
Enbridge Pipelines 1.395% 05-12-2017	3.6
Clarity Trust 1.570% 17-01-2018	3.5
Bnp Paribas Capital Tr 1.30% 05-12-2017	3.0
Ridge Trust 1.468% 12-12-2017	2.5
Merit Trust 1.648% 10-11-2017	2.5
Prime Trust 1.569% 19-01-2018	2.4
<b>Total % of Top 10 Holdings</b>	<b>37.6</b>
<b>Total Number of Stock Holdings</b>	<b>0</b>
<b>Total Number of Bond Holdings</b>	<b>5</b>
<b>Total Number of Other Holdings</b>	<b>77</b>
<b>Total Number of Holdings</b>	<b>82</b>

### Term to Maturity

	%
0 - 30 days	35
31 - 60 days	33
61 - 90 days	23
90 + days	9
Avg. Term to maturity (days)	50

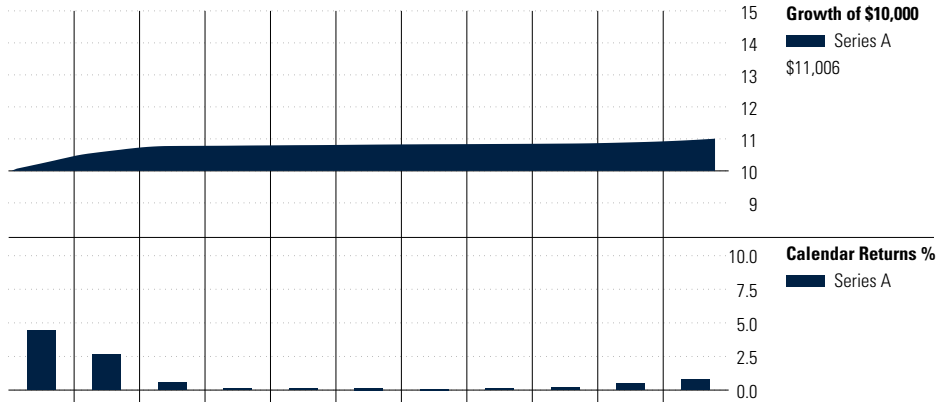
### Cash Breakdown

	Cash (%)
Treasury Bills	1.0
Provincial Bills	15.0
Bankers Acceptance	16.0
Commercial Paper	68.0
Bank Deposits	0.0

### Credit Quality

	%
R1 High	77.7
R1 Medium	16.8
R1 Low	5.5
Avg. Rating	R1H

## Performance Analysis as of October 31, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD	Fund Quartile
Calendar Returns %	4.44 2 <sup>nd</sup>	2.64 1 <sup>st</sup>	0.58 1 <sup>st</sup>	0.13 1 <sup>st</sup>	0.12 1 <sup>st</sup>	0.16 1 <sup>st</sup>	0.08 2 <sup>nd</sup>	0.09 2 <sup>nd</sup>	0.18 1 <sup>st</sup>	0.50 2 <sup>nd</sup>	0.80 2 <sup>nd</sup>	
Trailing Return %	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.				
	0.10 2 <sup>nd</sup>	0.28 2 <sup>nd</sup>	0.53 2 <sup>nd</sup>	0.90 2 <sup>nd</sup>	0.50 2 <sup>nd</sup>	0.33 2 <sup>nd</sup>	0.60 1 <sup>st</sup>	2.37				
No. of Funds in Category	37	35	35	35	27	27	19	—				



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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 October 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.08	0.05	0.02	0.01	0.01	0.02	0.01	0.01	0.06	0.26	0.44
Interest	0.08	0.05	0.02	0.01	0.01	0.02	0.01	0.01	0.06	0.26	0.44
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	10-2002	3.72
Worst	5-2014	0.08	8-2015	0.10	8-2014	0.12	10-2017	0.60
Average		2.18		2.26		2.28		2.25
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 September 30, 2017

The U.S. Federal Reserve tempered its pace of tightening during Q3 in response to the U.S. economy taking a breather. Surprisingly, inflation pressures went in reverse and actually subsided more than the U.S. Federal Reserve (Fed) anticipated. A series of damaging hurricanes in the south of the U.S. hit the economy, which resulted in temporarily lower economic output, and this gave the Fed further cover to leave policy unchanged during Q3. The move to normalize policy gained momentum, however, when the Fed released more details of its plans to unwind its balance sheet of all the bonds purchased through its quantitative easing initiatives. This did not materially affect U.S. money market yields.

Reflecting no change to the targeted Fed Funds rate, U.S. money market yields remained for the most part unchanged, registering minor gains of 1-5 basis points. Activity in the Fund focused on maintaining adequate stores of liquidity while maximizing book yield through occasional

investments further out the curve. The Fund's overall composition continued to favor securitized paper, as corporate issuance fell again. The Funds' average term to maturity was a little higher as a result of more investments in higher yielding longer dated paper, as it was unlikely another Fed rate hike would occur during the quarter.

While the U.S. economy continues to recover, the Fed appears to be holding firm to its policy of normalizing interest rates, with one more hike expected later this year. Although inflation pressures continue to be weak, the Fed's gradual pace of tightening is intact as it believes that inflation will eventually resurface given the strength in labor markets. We continue to anticipate that U.S. money market yields will gradually push higher over the medium term and accordingly, we expect a more defensive posture for the Fund will be our base case.



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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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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 half-year period, January 1 to June 30, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

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 October 31, 2017.

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