



# 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

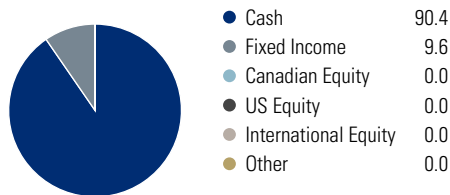
Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF261
Inception Date		July 1990	
Total Fund Assets \$Mil		191.8	
Series A Current Yield%		1.14	
Series A MER %		0.33	
Benchmark		Citigroup 3 Month T-Bill	
Income Distribution		Monthly	
Capital Gains Distribution		Annually	
Sales Status		Open	
Min. 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 August 31, 2017 and does not represent an actual one year return.

## Portfolio Analysis as of August 31, 2017

### Asset Mix



### Term to Maturity

Term	%
0 - 30 days	44
31 - 60 days	23
61 - 90 days	22
90 + days	11
Avg. Term to maturity (days)	47

### Cash Breakdown

Instrument	Cash (%)
Treasury Bills	5.0
Provincial Bills	10.0
Bankers Acceptance	12.0
Commercial Paper	73.0
Bank Deposits	0.0

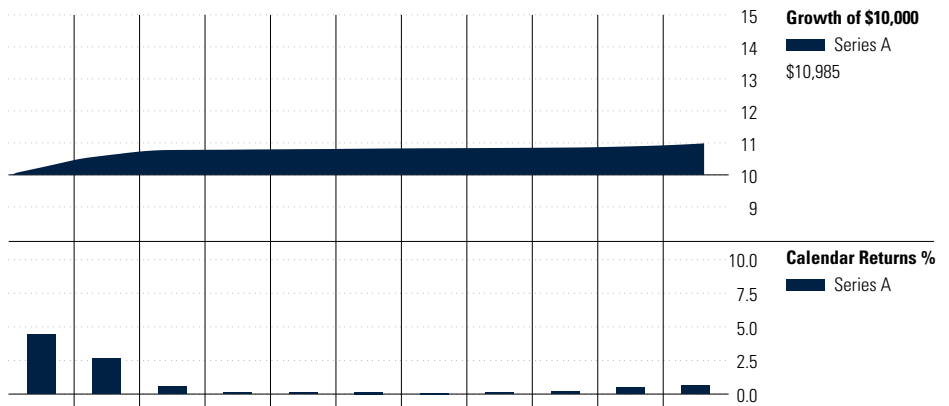
### Credit Quality

Rating	%
R1 High	89.2
R1 Medium	2.4
R1 Low	8.4
Avg. Rating	R1H

### Top 10 Holdings

Holder	% Assets
Province Of Alberta 1.236% 19-10-2017	6.5
Omers Realty Corp. 1.300% 21-11-2017	5.7
Export Development 1.200% 11-09-2017	4.8
Toronto-Dominion Bank 1.199% 26-09-2017	3.2
Ridge Trust 1.588% 13-10-2017	3.0
Merit Trust 1.648% 10-11-2017	2.9
Enbridge Pipelines 1.309% 11-09-2017	2.9
Prime Trust 1.501% 19-09-2017	2.9
Banner Trust 1.700% 19-01-2018	2.5
Zeus Receivables Trust 1.680% 07-12-2017	2.5
<b>Total % of Top 10 Holdings</b>	<b>37.0</b>
<b>Total Number of Stock Holdings</b>	<b>0</b>
<b>Total Number of Bond Holdings</b>	<b>7</b>
<b>Total Number of Other Holdings</b>	<b>74</b>
<b>Total Number of Holdings</b>	<b>81</b>

## Performance Analysis as of August 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>	0.61 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>	0.27 2 <sup>nd</sup>	0.48 2 <sup>nd</sup>	0.81 2 <sup>nd</sup>	0.44 2 <sup>nd</sup>	0.30 2 <sup>nd</sup>	0.66 1 <sup>st</sup>	2.38				
No. of Funds in Category	35	35	35	35	27	27	18	—				



# RBC \$U.S. Money Market Fund

## 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 August 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.06	0.05	0.02	0.01	0.01	0.02	0.01	0.01	0.06	0.26	0.44
Interest	0.06	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	8-2002	3.75
Worst	5-2014	0.08	8-2015	0.10	8-2014	0.12	8-2017	0.66
Average		2.19		2.27		2.30		2.28
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, 2017

Economic momentum in the U.S. that already ushered in two rate hikes persisted during Q2, resulting in a third 0.25% hike. Healthy labor markets, consumer confidence and business investment contributed to building momentum. The U.S. Federal Reserve (Fed) felt comfortable tightening again, and holding its view that at least one more hike can be expected later this year. It also laid down the foundation for the unwinding of the vast bond purchases done over the last few years. The global economy showed signs of sustainable recovery, with growth projections revised upwards.

U.S. money market yields increased approximately 0.25% in shorter maturities, as expectations of more tightening over the medium term weighed on this area of the curve. Longer maturities remained mostly unchanged, having already priced in the hikes. The Fund's overall composition favored securitized paper, although corporate issuance

recovered somewhat. The Funds' average term to maturity was managed to correspond with the Fed's policy announcement dates, such that maturities were stockpiled to take immediate advantage of a telegraphed hike, then spread out to lock in higher yields after the hike.

The U.S. economy is gaining strength, which appears sustainable. The Fed's gradual accommodation removal is being maintained and the market is pricing in the appropriate amount of tightening. Our base case is that U.S. money market yields will continue to push higher as long as economic data supports the Fed's targeted metrics for inflation and employment pressures. One more rate hike by year end is possible, but over the short term policy will center on the unwinding of the Fed's massive bond holdings, which will not have as direct an impact on money market rates as hikes in administered rates.



## RBC \$U.S. Money Market 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 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 August 31, 2017.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2017