



# RBC Canadian T-Bill Fund

## Investment Objective

To preserve the value of investment and to provide current income and liquidity consistent with short-term money market rates. The fund invests in high-quality, short-term (one year or less) debt securities, such as Canadian federal government treasury bills, federal government-guaranteed notes, provincial government treasury bills and promissory notes.

## Fund Details

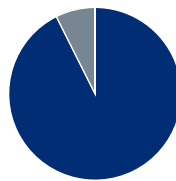
Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF262
Inception Date		January 1991	
Total Fund Assets \$Mil		301.4	
Series A Current Yield%		1.23	
Series A MER %		0.44	
Benchmark		FTSE Canada 91 Day T-Bill Index	
Income Distribution		Monthly	
Capital Gains Distribution		N/A	
Sales Status		Open	
Min. Investment \$		500	
Subsequent Investment \$		25	
Fund Category		Canadian 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 as of the date of the Performance Analysis.

## Portfolio Analysis as of September 30, 2018

### Asset Mix



	% Assets
Cash	92.6
Fixed Income	7.4
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Term to Maturity

	%
0 - 30 days	47
31 - 60 days	28
61 - 90 days	11
90 + days	14
Avg. Term to maturity (days)	45

### Cash Breakdown

	Cash (%)
Treasury Bills	2.0
Provincial Bills	98.0
Bankers Acceptance	0.0
Commercial Paper	0.0
Bank Deposits	0.0

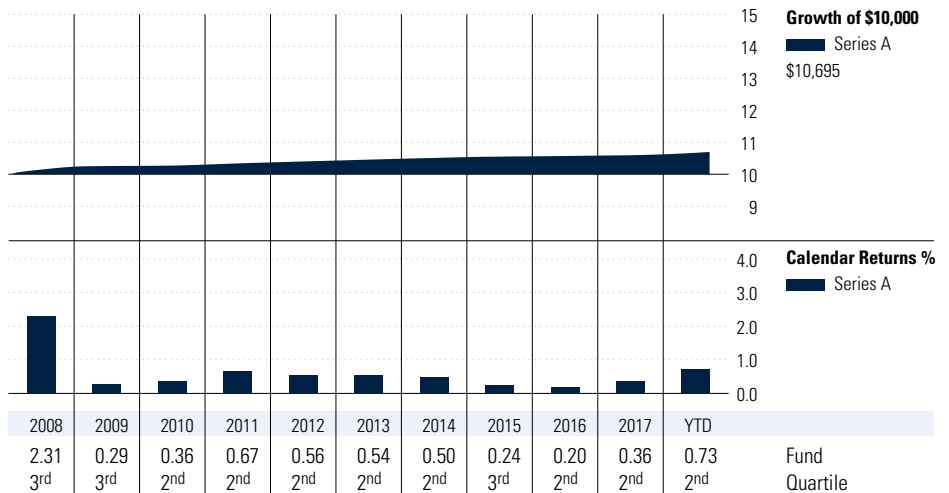
### Credit Quality

	%
R1 High	32.2
R1 Medium	66.5
R1 Low	1.3
Avg. Rating	R1M

### Top 25 Holdings

	% Assets
Prov Of New Brunswick 1.666% 18-10-2018	11.7
Prov Of New Brunswick 1.651% 11-10-2018	8.1
Province Of Manitoba 1.659% 14-11-2018	7.9
Province Of Alberta 1.689% 20-11-2018	7.9
Province Of Quebec 1.653% 13-11-2018	7.8
Province Of Quebec 1.650% 07-12-2018	7.4
Province Of BC 1.801% 24-01-2019	7.4
Prov Of Saskatchewan 1.650% 26-10-2018	7.0
Province Of Quebec 1.649% 05-10-2018	5.0
Province Of Manitoba 1.642% 31-10-2018	4.6
Province Of BC 1.641% 15-10-2018	4.6
Province Of Ontario 1.550% 24-10-2018	4.2
Province Of Ontario 1.609% 07-11-2018	4.0
British Columbia Prov 1.736% 01-03-2019	3.3
Province Of Ontario 1.174%	1.9
Prov Of New Brunswick 1.495% 13-11-2018	1.9
Canada Housing Tr 1.245% 15-10-2018	1.9
Province Of Nova Scotia 1.647% (ST)	1.5
Newfoundland & Labrador 1.75% 20-12-2018	1.3
National Bank Of Canada 1.450% (ST)	0.3
<b>Total % of Top 25 Holdings</b>	<b>100.0</b>
<b>Total Number of Stock Holdings</b>	<b>0</b>
<b>Total Number of Bond Holdings</b>	<b>1</b>
<b>Total Number of Other Holdings</b>	<b>19</b>
<b>Total Number of Holdings</b>	<b>20</b>

## Performance Analysis as of September 30, 2018



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
0.10 2nd	0.29 2nd	0.53 2nd	0.88 2nd	0.44 2nd	0.43 2nd	0.49 2nd	2.56	Fund Quartile
209	205	203	201	173	161	116	—	No. of Funds in Category



# RBC Canadian T-Bill 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 September 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.07	0.04	0.02	0.02	0.05	0.05	0.06	0.07	0.04	0.03	0.23
Interest	0.07	0.04	0.02	0.02	0.05	0.05	0.06	0.07	0.04	0.03	0.23
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	12-1995	6.14	9-1996	4.83	4-1999	4.18	9-2003	3.67
Worst	4-2010	0.14	9-2017	0.26	9-2017	0.37	9-2018	0.49
Average		2.14		2.10		2.10		2.08
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, 2018

Canada's economy accelerated during Q3, benefitting from a surging U.S. economy. The strong consumer sector was supported by business investment and trade, both of which made some positive strides as well. As strength in the U.S. economy spread into Canada, the Bank of Canada (BoC) was prompted to join the global movement toward policy normalization. During Q3, the BoC hiked policy once by 25 bps, and suggested more tightening is in store. The BoC's hawkish tone was attributed to building inflation pressures, as Canada's ability to absorb increased growth without causing more inflation decreased. Staying the BoC's hand was lingering uncertainty over Canada's trade sector, which continued to persist as NAFTA negotiations with the U.S. moved at a crawl. On the last day of the quarter, a deal was struck under a new moniker; USMCA, and the relief that accompanied the announcement virtually cemented another rate hike in Canada over the short term. Accordingly, market participants priced another tightening immediately.

Canadian money market rates increased approximately 35 bps during the quarter, reflecting expectations that the BoC would tighten at its next announcement date. In the Fund, average term to maturity was significantly reduced as a defensive tactic to capitalize on anticipated higher administered rates over the near term. The manager built up short maturities, expecting that they would be rolled over sooner at higher yields. Provincial paper continued to dominate the fund's holdings as spreads against federal T-bills widened further, making them more attractive.

The BoC has joined the community of global central banks making strides towards policy normalization. With the economy on the mend, inflation has become more visible, and current policy appears too easy in Canada. More rate hikes can be expected in Canada as a result. The manager expects to maintain a defensive approach to the fund; and look for opportunistic term extension opportunities as they arise.



## RBC Canadian T-Bill 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.

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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, 2018, 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 September 30, 2018.

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