



# RBC \$U.S. Strategic Income Bond Fund

## Investment Objective

To provide regular monthly income with a potential for modest capital appreciation. The fund invests primarily in units of other mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), emphasizing mutual funds that invest in higher yielding fixed-income securities.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF442
Adv	Low Load	USD	RBF4442
Adv	No Load	USD	RBF6442

Inception Date	January 2018
Total Fund Assets \$Mil	25.8
Series A NAV \$	9.48
Series A MER %	1.81
Benchmark	Bloomberg Barclays U.S. Aggregate Index (USD)

Income Distribution	Monthly
Capital Gains Distribution	Annually
Monthly Distribution (¢/unit)	3.35
Current Payout Rate (%)*	4.24

\*Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	High Yield Fixed Income
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Management Company	RBC Global Asset Management Inc.
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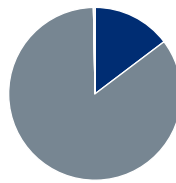
Web Site	www.rbcgam.com
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## Notes

Securities regulations do not allow us to report performance for a mutual fund that has been available for less than one year. This fund was launched January 29, 2018.

## Portfolio Analysis as of August 31, 2018

### Asset Mix



	% Assets
Cash	14.7
Fixed Income	85.0
Canadian Equity	0.0
US Equity	0.0
International Equity	0.3
Other	0.0

### Fixed Income Breakdown

	% Fixed Income
Government Bonds	20.8
Corporate Bonds	65.9
Other Bonds	10.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	3.3
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	3.3	Under 1 year	15.6
AAA	1.8	1 - 5 Yrs	30.4
AA	1.9	5 - 10 Yrs	34.5
A	17.1	Over 10 Yrs	19.5
BBB	34.3		
Below BBB	40.5	Avg. Term to maturity (Yrs)	7.8
Mortgages	0.0	Duration (Yrs)	5.1
NR/NA	1.0		

### Geographic Allocations

	% Assets
Canada	1.0
United States	45.3
International (ex-Emerging Markets)	5.3
Emerging Markets	48.4

## Performance Analysis as of August 31, 2018

											15	<b>Growth of \$10,000</b>
											14	Series A
											13	
											12	
											11	
											10	
											9	
											0.4	<b>Calendar Returns %</b>
											0.3	Series A
											0.2	
											0.1	
											0.0	
2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD		
—	—	—	—	—	—	—	—	—	—	—		Fund
—	—	—	—	—	—	—	—	—	—	—		Quartile
1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	<b>Trailing Return %</b>				
—	—	—	—	—	—	—	—	Fund				
—	—	—	—	—	—	—	—	Quartile				
444	444	440	427	297	196	46	—	No. of Funds in Category				



# RBC \$U.S. Strategic Income Bond Fund

## Management Overview

### Manager Bios

#### Sarah Riopelle

#### RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charter holder.

### Performance Analysis Cont'd as of August 31, 2018

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

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	—	—	—	—	—	—	—	—
Worst	—	—	—	—	—	—	—	—
Average	—	—	—	—	—	—	—	—
No. of Periods	—	—	—	—	—	—	—	—
Pct. Positive	—	—	—	—	—	—	—	—

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

### Quarterly Commentary as at June 30, 2018

The Fund was launched on January 29, 2018. Investment performance is not provided for a fund that has been available for less than one year.

Looking ahead, the portfolio manager expects bond yields to rise marginally in the coming quarters, given tightening financial conditions, the

potential for temporarily higher inflation and expectations that central banks will continue to gradually raise rates. Short-term yields should continue to rise faster than those on longer-term bonds.



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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 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 August 31, 2018.

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