



# RBC Premium Money Market Fund

## Investment Objective

To provide current income and liquidity consistent with short-term money market rates and to preserve the value of your investment. The fund invests primarily in high quality, short-term (one year or less) debt securities, including treasury bills and promissory notes issued or guaranteed by Canadian governments or their agencies, bankers acceptances, asset-backed commercial paper and commercial paper issued by Canadian chartered banks, loan companies, trust companies and corporations.

## Fund Details

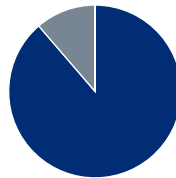
Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF447
Inception Date		March 1997	
Total Fund Assets \$Mil		1,287.9	
Series A Current Yield%		0.76	
Series A MER %		0.35	
Benchmark		50% FTSE TMX Canada 30 Day T-Bill Index 50% FTSE TMX Canada 60 Day T-Bill Index	
Income Distribution		Monthly	
Capital Gains Distribution		N/A	
Sales Status		Open	
Min. Investment \$		100,000	
Subsequent Investment \$		100	
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 on August 31, 2017 and does not represent an actual one year return.

## Portfolio Analysis as of August 31, 2017

### Asset Mix



	% Assets
Cash	88.7
Fixed Income	11.3
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Term to Maturity

	%
0 - 30 days	29
31 - 60 days	31
61 - 90 days	21
90 + days	19
Avg. Term to maturity (days)	61

### Cash Breakdown

	Cash (%)
Treasury Bills	0.0
Provincial Bills	6.0
Bankers Acceptance	36.0
Commercial Paper	58.0
Bank Deposits	0.0

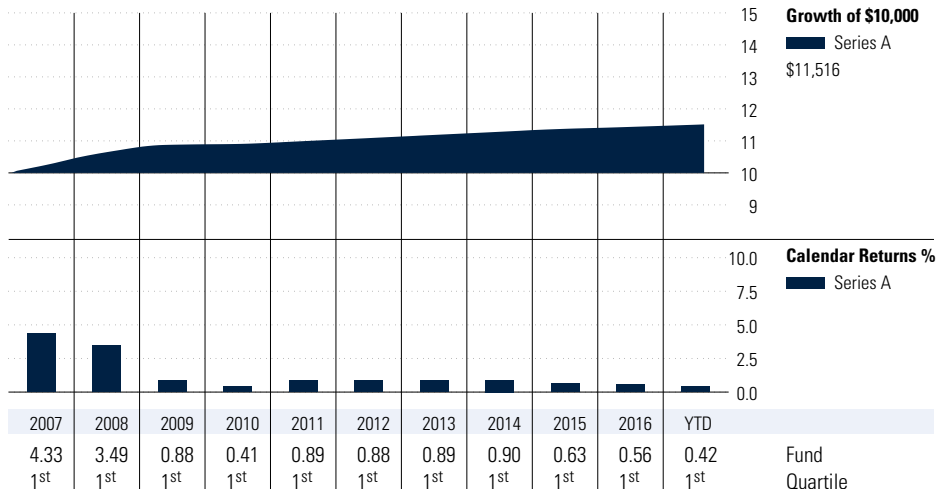
### Credit Quality

	%
R1 High	75.3
R1 Medium	10.5
R1 Low	14.1
Avg. Rating	R1H

### Top 10 Holdings

	% Assets
Bank Of Nova Scotia 0.989% 11-09-2017	3.4
Toronto-Dominion Bank 1.143% 14-09-2017	2.9
Clarity Trust 1.251% 27-10-2017	2.4
Hsbc Bank Canada 1.230% 27-11-2017	2.4
Toronto-Dominion Bank 1.119% 02-04-2018	2.0
Clarity Trust 1.208% 26-10-2017	1.9
Bank Of Nova Scotia 1.040% 27-09-2017	1.9
CIBC 0.995%	1.9
Prime Trust 1.219% 12-10-2017	1.8
Bnp Paribas Capital Tr 1.146% 05-10-2017	1.8
Total % of Top 10 Holdings	22.4
Total Number of Stock Holdings	0
Total Number of Bond Holdings	13
Total Number of Other Holdings	118
<b>Total Number of Holdings</b>	<b>131</b>

## Performance Analysis as of August 31, 2017



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	0.06 1st	0.16 1st	0.32 1st	0.62 1st	0.64 1st	0.74 1st	1.15 1st	2.39	Fund Quartile
	224	222	219	217	190	171	115	—	No. of Funds in Category



# RBC Premium 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	0.04	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09	0.34	0.42
Interest	0.04	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09	0.34	0.42
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2001	5.51	4-2001	5.05	3-2002	4.40	2-2008	3.67
Worst	7-2010	0.23	4-2012	0.61	4-2014	0.72	8-2017	1.15
Average		2.43		2.43		2.39		2.48
No. of Periods		234		210		186		126
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

The Bank of Canada (BoC) announced that the emergency easing associated with plunging energy prices two years ago may no longer be appropriate. The Canadian economy had been recovering strongly, and no longer needed the ultra-easy policy that was in place since 2015. Up to that point, money market rates held steady, with little impulse for change given the view that a policy shift was a story for 2018. This changed with the BoC's announcement, as rates shot up in expectation of a rate hike. Supporting the idea of removing the excessively easy monetary policy in Canada was a firming global and U.S. economy, resulting in U.S. administered rates rising again, a third time since late last year.

Canadian market rates increased approximately 0.10% - 0.35% through Q2, as participants priced in a 0.25% hike. The Fund's overall exposure to

corporate and securitized paper remained at elevated levels as issuance improved, particularly in the corporate sector. Average term to maturity was quickly cut back to lower levels, in anticipation of rates rising.

The BoC's announcement ushers in the end of overly easy policy, and suggests the BoC is looking to reclaim the 0.50% of easing it executed after energy prices collapsed. Once that is done, we expect the BoC to reassess the state of the Canadian economy before deciding on continued tightening. With the Canadian economy on firmer footing, aided by recoveries in the U.S. and global economies, the bias now turns to retreating from easy policy in Canada, and as such a more defensive management strategy will be in force for the Canadian funds.



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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 August 31, 2017.

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