



# RBC Global Corporate Bond Fund

## Investment Objective

To provide a high level of interest income with the potential for modest capital growth by investing primarily in global corporate bonds.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF580
Adv	Deferred Sales	CAD	RBF853
Adv	Front End	CAD	RBF753
Adv	Low Load	CAD	RBF118

Inception Date	August 2004
Total Fund Assets \$Mil	9,419.6
Series A NAV \$	9.87
Series A MER %	1.74
Benchmark	40% Barclay US Corp Bond* 20% Barclay PanEuro Agg* 15% FTSE TMX CAN All Corp Bond Index 10% JPM EMBI Gbl Div* 10% BoA ML US HY BB-B* 5% Barclay AP Corp*

Income Distribution	Quarterly
Capital Gains Distribution	Annually

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

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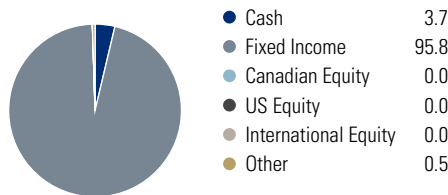
Web Site	www.rbcgam.com
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## Notes

\* Hedged into Canadian dollars

## Portfolio Analysis as of October 31, 2017

### Asset Mix



### Fixed Income Breakdown

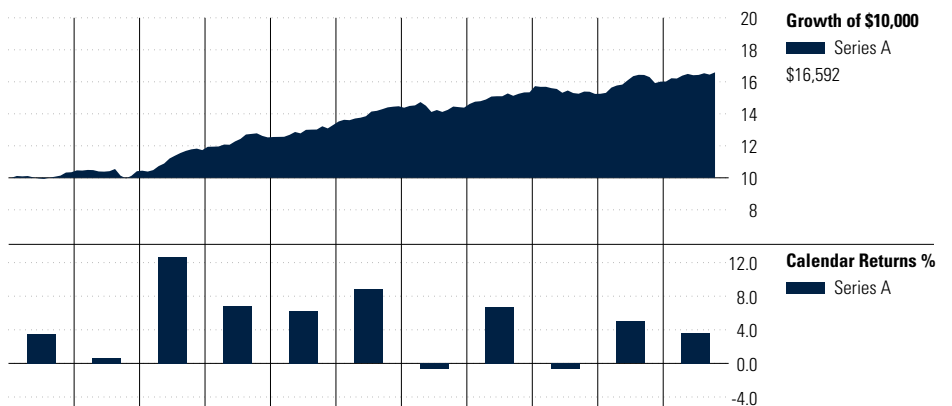
Fixed Income Category	% Fixed Income
Government Bonds	5.3
Corporate Bonds	93.4
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	1.3
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	1.3	Under 1 year	7.2
AAA	1.3	1 - 5 Yrs	33.4
AA	8.2	5 - 10 Yrs	34.5
A	32.6	Over 10 Yrs	25.0
BBB	40.4		
Below BBB	16.0	Avg. Term to maturity (Yrs)	8.8
Mortgages	0.0	Duration (Yrs)	6.2
NR/NA	0.2	Yield to Maturity	3.2

### Geographic Allocations

Geographic Allocation	% Assets
Canada	17.3
United States	50.4
International (ex-Emerging Markets)	22.0
Emerging Markets	10.3

## Performance Analysis as of October 31, 2017



Year	Calendar Returns %	Fund Quartile
2007	3.5	1 <sup>st</sup>
2008	0.6	4 <sup>th</sup>
2009	12.7	1 <sup>st</sup>
2010	6.8	1 <sup>st</sup>
2011	6.2	2 <sup>nd</sup>
2012	8.8	1 <sup>st</sup>
2013	-0.6	3 <sup>rd</sup>
2014	6.7	3 <sup>rd</sup>
2015	-0.7	4 <sup>th</sup>
2016	5.0	1 <sup>st</sup>
YTD	3.6	1 <sup>st</sup>

Period	Trailing Return %	Fund Quartile	No. of Funds in Category
1 Mth	0.9	3 <sup>rd</sup>	413
3 Mth	1.0	3 <sup>rd</sup>	396
6 Mth	1.3	1 <sup>st</sup>	394
1 Yr	1.8	2 <sup>nd</sup>	353
3 Yr	2.8	3 <sup>rd</sup>	221
5 Yr	2.9	3 <sup>rd</sup>	136
10 Yr	5.1	2 <sup>nd</sup>	50
Since Incep.	4.3	—	—



# RBC Global Corporate Bond Fund

## Management Overview

### Manager Bios

#### Frank Gambino

##### RBC Global Asset Management Inc.

Frank Gambino is Vice President and Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the investment industry since 1990.

#### Marty Balch

##### RBC Global Asset Management Inc.

Marty Balch is Senior Portfolio Manager, Global Fixed Income and Currencies. He has been in the investment industry since 1991.

#### Soo Boo Cheah

##### RBC Global Asset Management (UK) Limited

Soo Boo is Senior Portfolio Manager, Global Fixed Income & Currencies, at RBC Global Asset Management (UK) Ltd. He joined the firm in 2000 as a Fixed Income Analyst and has been active in all aspects of global fixed income management. Soo Boo is a member of the Global Fixed Income & Currencies Committee and the RBC Investment Strategy Committee's Fixed Income & Currencies Advisory Committee. He earned an MBA from the University of New Brunswick and is a CFA charterholder.

### Performance Analysis Cont'd as of October 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.14	0.21	0.24	0.31	0.31	0.44	0.33	0.35	0.31	0.48	1.14
Interest	0.14	0.21	0.24	0.31	0.31	0.28	0.33	0.32	0.31	0.48	0.32
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	0.16	—	0.03	—	—	0.82
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	10-2009	18.2	10-2011	9.9	10-2013	7.7	7-2016	5.3
Worst	1-2016	-3.0	10-2008	0.8	9-2017	2.9	8-2015	4.4
Average		4.5		4.9		5.3		4.9
No. of Periods		147		123		99		39
Pct. Positive		87.8		100.0		100.0		100.0

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

### Quarterly Commentary as at September 30, 2017

In the 3rd quarter of 2017, global corporate bonds recorded mostly positive gains benefitting from an improving economic environment, healthy balance sheets, low volatility and generally pro-growth monetary policies. Low interest rates also added to the demand for non-government fixed income securities such as corporate bonds. Expectations of faster economic growth in Canada led to higher interest rates and as a result Canadian investment grade bonds underperformed relative to other global fixed income securities.

The Fund underperformed its benchmark in the quarter. The Fund's performance relative to the benchmark was aided by its investments in emerging market corporate bonds and investment grade securities in Europe and Asia-Pacific. Holding back the Fund's performance was cash, our foreign currency positions and investments in

U.S. high yield and emerging market sovereign debt securities.

Global interest rates remain historically low and stronger economic growth and potential shifts in the policies of global central banks could over time result in higher global rates which would hurt fixed income returns going forward.

The Fund is underweight high yield bonds and securities from Asia-Pacific while overweight Canadian and U.S. investment grade bonds. The Fund remains at a normal weight in Europe and the emerging markets. The Fund also remains exposed to the U.S. dollar and emerging market currencies. The Fund's sensitivity to changes in interest rates is similar to the market.



# RBC Global Corporate Bond 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, 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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