

PH&N High Yield Bond Fund



Investment objective

To provide a high level of income and the opportunity for capital appreciation by investing primarily in a well-diversified portfolio of fixed income securities issued by Canadian and/or foreign corporations and governments.

Fund details

Series	Load structure	Currency	Fund code
A	No load	CAD	RBF7280

Inception date	November 2008
Total fund assets \$MM	8,943.0
Series A NAV \$	11.16
Series A MER %	1.43

Income distribution	Quarterly
Capital gains distribution	Annually
Sales status	Soft-Capped
Minimum investment \$	500
Subsequent investment \$	25
Risk rating	Low
Fund category	High Yield Fixed Income

Benchmark

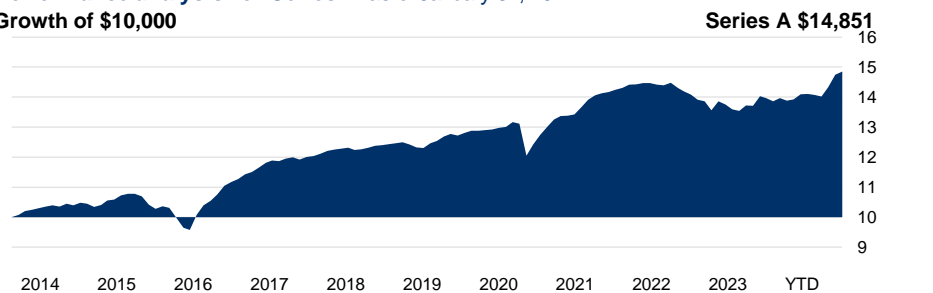
100% FTSE Canada Short-Term Overall Bond Index

Notes

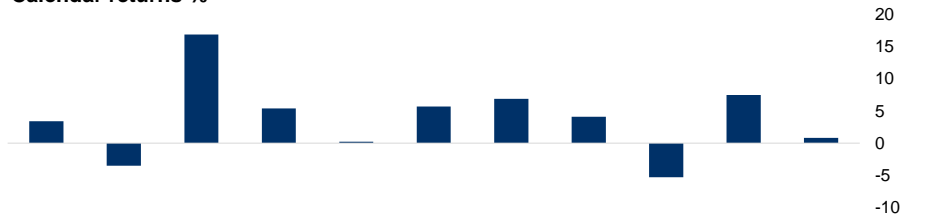
Effective July 29, 2022 units of this fund will not be available for purchase by new investors. Existing investors who hold units of the fund can continue to make additional investments into the fund.

Performance analysis for Series A as of January 31, 2024

Growth of \$10,000



Calendar returns %



2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	
3.4	-3.5	16.9	5.4	0.2	5.7	6.9	4.1	-5.3	7.5	0.8	Fund
3 rd	3 rd	1 st	2 nd	1 st	4 th	1 st	2 nd	1 st	4 th	2 nd	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
0.8	5.9	5.3	5.8	1.8	3.6	4.0	5.9	Fund
2 nd	3 rd	2 nd	3 rd	2 nd	2 nd	2 nd	—	Quartile
271	271	266	266	250	229	158	—	# of funds in category

Portfolio analysis as of January 31, 2024

Asset mix



	% Assets
• Cash	10.3
• Fixed income	89.7
• Canadian equities	0.0
• U.S. equities	0.0
• European equities	0.0
• Asia-Pacific equities	0.0
• Emerging markets equities	0.0

Fixed income characteristics

Yield to maturity (%)	7.0
Current yield (%)	5.9
Duration (years)	2.7
Average term to maturity (years)	5.1
Average credit rating	BBB

Fixed income breakdown

	%
Government Bonds	0.0
Corporate Bonds	89.2
Other Bonds	0.0
Securitized Debt	0.0
ST Investments (Cash & Other)	10.8
Direct Mortgages	0.0

Portfolio analysis continued as of January 31, 2024

Top 10 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
Brookfield Property REIT Inc / BPR Cumulus LLC / BPR Nimbus LLC / GGSI Sellco LL 5.750% May 15, 2026	7.1	Cash / Cash Equiv.	10.8	Canada	88.0
Royal Bank of Canada 4.500% Nov 24, 2080	5.2	AAA	0.0	United States	12.0
Bank of Nova Scotia 7.023% Jul 27, 2082	4.7	AA	0.0	International (ex-Emerging Markets)	0.0
Brookfield Property Finance ULC 7.125% Feb 13, 2028	4.2	A	0.0	Emerging Markets	0.0
Bank of Montreal 4.300% Nov 26, 2080	4.2	BBB	43.3		
		Below BBB	45.9		
		Mortgages	0.0		
		Other	0.0		
Royal Bank of Canada 4.000% Feb 24, 2081	4.0				
Rogers Communications Inc 5.000% Dec 17, 2081	4.0				
Inter Pipeline Ltd/AB 6.875% Mar 26, 2079	4.0				
Inter Pipeline Ltd/AB 6.625% Nov 19, 2079	3.0				
Toronto-Dominion Bank 7.283% Oct 31, 2082	2.9				
Total % of top 10 holdings	43.3				
Total number of holdings	109				

Distributions (\$)/unit*	YTD	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Interest	—	0.48	0.43	0.41	0.43	0.44	0.50	0.51	0.53	0.60	0.62
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	—	0.17	0.15	—	—	0.30	0.09	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.00	0.48	0.43	0.58	0.58	0.44	0.50	0.81	0.62	0.60	0.62

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Manager bios

Hanif Mamdani, RBC Global Asset Management Inc.

Hanif is Managing Director & and Head of Alternative Investments at RBC GAM. He is also a member of the PH&N Asset Mix Committee and the RBC GAM Investment Strategy Committee. In addition, Hanif is lead manager of a high yield bond strategy, a multi-strategy hedge fund, and a proprietary multi-strategy hedge fund-of-funds solution. He holds a master's degree from Harvard University and a bachelor's degree with honours from the California Institute of Technology.

Disclosure

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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. Growth of \$10K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history. The chart assumes reinvestment of all distributions and is net of fees.

MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund 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). The Morningstar Equity Style BoxTM is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2024 Morningstar Research Inc.

The information reported in Portfolio Analysis is subject to change and is based on data available to RBC GAM as of the date of this report. Portfolio characteristics are gross of fees. Equity and fixed income characteristics for balanced funds/portfolio solutions are reported based on the respective equity or fixed income portion of the portfolio.

Series H and Series I units 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.

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