

# RBC Target 2027 Government Bond ETF



RGQP

## Investment objective

RBC Target 2027 Government Bond ETF is an exchange-traded fund incorporated in Canada. The ETF seeks to provide income, for a limited period of time ending on the respective RBC Target Maturity Government Bond ETF's Termination Date, by investing primarily in a portfolio of fixed-income securities issued by Canadian governments and agencies that mature in the same calendar year as the RBC Target Maturity Government Bond ETF's Termination Date. Each RBC Target Maturity Government Bond ETF will terminate on its Termination Date.

## Reasons to invest

- Matures like a traditional bond
- Diversified exposure to investment-grade Canadian Government bonds
- Attractive monthly income

## Fund details

|                   |           |
|-------------------|-----------|
| Ticker            | RGQP      |
| CUSIP             | 74936K109 |
| Stock exchange    | TSX       |
| Inception date    | May 2023  |
| Currency          | CAD       |
| Net assets \$MM   | 14.5      |
| Units outstanding | 750,000   |

|                   |       |
|-------------------|-------|
| NAV/unit          | 19.30 |
| Market price/unit | 19.32 |
| Management fee %  | 0.15  |
| MER %             | –     |

|                            |          |
|----------------------------|----------|
| Income distribution        | Monthly  |
| Capital gains distribution | Annually |

|               |              |
|---------------|--------------|
| Risk rating   | Low          |
| Fund category | Fixed Income |

Performance analysis as of August 31, 2023

## Notes

Securities regulations do not allow us to report performance for an exchange traded fund that has been available for less than one year.

Portfolio analysis as of August 31, 2023

## Fixed income breakdown



- Government Bonds

## Characteristics

|                       |     |
|-----------------------|-----|
| Duration (years)      | 3.6 |
| Coupon (%)            | 2.3 |
| Average credit rating | AA+ |

## Credit rating



- Cash / Cash Equiv.
- AAA
- AA
- A
- BBB
- Below BBB

## % Assets

|                    |      |
|--------------------|------|
| Cash / Cash Equiv. | 0.0  |
| AAA                | 56.7 |
| AA                 | 40.3 |
| A                  | 2.9  |
| BBB                | 0.0  |
| Below BBB          | 0.0  |

## Portfolio analysis continued as of August 31, 2023

| Top 10 holdings                               | % Assets  | Distributions (\$)/unit*                                                                                                                                                                                                                                                                                    | YTD         | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|-----------------------------------------------|-----------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------|------|------|------|------|------|------|------|------|------|------|
| Canada Housing Trust No 1 2.350% Jun 15, 2027 | 14.3      | Interest                                                                                                                                                                                                                                                                                                    | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Canadian Government Bond 1.250% Mar 01, 2027  | 11.5      | Canadian dividends                                                                                                                                                                                                                                                                                          | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Canadian Government Bond 2.750% Sep 01, 2027  | 10.3      | Foreign dividends                                                                                                                                                                                                                                                                                           | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Province of Ontario 2.600% Jun 02, 2027       | 10.0      | Foreign taxes paid                                                                                                                                                                                                                                                                                          | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Province of Quebec 2.750% Sep 01, 2027        | 9.0       | Capital gains                                                                                                                                                                                                                                                                                               | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Canada Housing Trust No 1 3.600% Dec 15, 2027 | 8.3       | Return of capital                                                                                                                                                                                                                                                                                           | —           | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Canadian Government Bond 1.000% Jun 01, 2027  | 6.0       | <b>Total distributions</b>                                                                                                                                                                                                                                                                                  | <b>0.14</b> | —    | —    | —    | —    | —    | —    | —    | —    | —    | —    |
| Province of Alberta 2.550% Jun 01, 2027       | 4.9       | *Income type characterization and foreign taxes paid for the previous year, are reported at or around February month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit <a href="http://rbcgam.com/etfs">rbcgam.com/etfs</a> . |             |      |      |      |      |      |      |      |      |      |      |
| Province of Ontario 1.850% Feb 01, 2027       | 4.2       |                                                                                                                                                                                                                                                                                                             |             |      |      |      |      |      |      |      |      |      |      |
| OMERS Finance Trust 1.550% Apr 21, 2027       | 2.8       |                                                                                                                                                                                                                                                                                                             |             |      |      |      |      |      |      |      |      |      |      |
| Total % of top 10 holdings                    | 81.3      |                                                                                                                                                                                                                                                                                                             |             |      |      |      |      |      |      |      |      |      |      |
| <b>Total number of portfolio holdings</b>     | <b>18</b> |                                                                                                                                                                                                                                                                                                             |             |      |      |      |      |      |      |      |      |      |      |

## Disclosure

RBC ETFs are offered by RBC Global Asset Management Inc. and distributed through authorized dealers. Commissions, management fees and expenses all may be associated with investments in exchange-traded funds (ETFs). Please read the prospectus and/or ETF Facts before investing. ETFs are not guaranteed, their values change frequently and past performance may not be repeated. ETF units are bought and sold at market price on a stock exchange and brokerage commissions will reduce returns. RBC ETFs do not seek to return any predetermined amount at maturity. Index returns do not represent RBC ETF returns. RBC ETFs are managed by RBC Global Asset Management Inc., an indirect wholly-owned subsidiary of Royal Bank of Canada.

Except as otherwise noted, the indicated rates of return are the historical total returns for the periods including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, commission charges or income taxes payable by any unitholder that would have reduced returns.

This document has been compiled by RBC Global Asset Management Inc. (RBC GAM) from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, 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.

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 Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. MER (%) is based on actual expenses reported in the fund's most recent Semi-Annual or Annual Management Report of Fund Performance expressed on an annualized basis.

The fund update 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.

RQK, RQL RQN, RQO, RQP, RQQ and RQR ("TMCBs") have been developed solely by RBC Global Asset Management Inc. ("RBC GAM") The TMCBs are not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). FTSE Russell is a trading name of certain of the LSE Group companies.

All rights in FTSE Canada 2023 Maturity Corporate Bond Index, FTSE Canada 2024 Maturity Corporate Bond Index, FTSE Canada 2025 Maturity Corporate Bond Index, FTSE Canada 2026 Maturity Corporate Bond Index, FTSE Canada 2027 Maturity Corporate Bond Index, FTSE Canada 2028 Maturity Corporate Bond Index and FTSE Canada 2029 Maturity Corporate Bond Index (collectively, the "FTSE Maturity Corporate Bond Indices") vest in the relevant LSE Group company which owns the FTSE Maturity Corporate Bond Indices. "FTSE®" is a trade mark of the relevant LSE Group company and is used by any other LSE Group company under license.

The FTSE Maturity Corporate Bond Indices are calculated by or on behalf of FTSE Global Debt Capital Markets Inc. or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the FTSE Maturity Corporate Bond Indices or (b) investment in or operation of the TMCBs. The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the TMCBs or the suitability of the FTSE Maturity Corporate Bond Indices for the purpose to which they are being put by RBC GAM.

RLDR is not sponsored, endorsed, or promoted by MSCI Inc., and MSCI Inc. bears no liability with respect to the ETF or any index on which the ETF is based. RBC GAM licenses the use of the MSCI index and is not affiliated with MSCI Inc. The relevant ETF's prospectus contains a more detailed description of the limited relationship MSCI Inc. has with RBC GAM and the ETF.

Solactive Canada Bank Yield Index, Solactive U.S. Banks Yield Index and Solactive U.S. Banks Yield (CAD Hedged) Index are calculated and published by Solactive AG. RBNK, RUBY, RUBY.U and RUBH is not sponsored, promoted, sold or supported by Solactive AG. Solactive AG does not offer any express or implicit guarantee or assurance regarding the results to be obtained from the use of the index or index price nor does Solactive AG make any representation regarding the advisability of investing in the ETF.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2023