

RBC U.S. Discount Bond ETF (USD units)



Investment objective

RBC U.S. Discount Bond ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of primarily short term fixed-income securities issued in the U.S. market by U.S. governments and U.S. and foreign corporations which at the time of purchase are trading below the weighted average price of the universe of U.S. short term bonds to provide regular income while preserving capital.

Reasons to invest

- Generate capital gains and lower interest income which creates lower taxes today. Capital gains taxed at half the rate of interest and deferred until maturity
- A solution for taxable accounts and clients that have aversion to declining capital values and loss of principal
- Minimum credit quality and concentration maximums ensure a high-quality, diversified portfolio
- Provides regular monthly income while preserving capital

Fund details

Ticker	RUDB.U
CUSIP	75528Q115
Stock exchange	TSX
Inception date	May 2023
Currency	USD
Net assets \$MM	5.9
Units outstanding	400,000

NAV/unit	14.65
Market price/unit	14.65
Management fee %	0.25
MER %	—

Income distribution	Monthly
Capital gains distribution	Annually

Risk rating	Low to Medium
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



	% Assets
• Corporate Bonds	52.8
• Government Bonds	47.2

Characteristics

Duration (years)	2.6
Coupon (%)	1.1
Average credit rating	AA-

Credit rating



	% Assets
• Cash / Cash Equiv.	0.0
• AAA	0.0
• AA	56.3
• A	20.5
• BBB	22.7
• Below BBB	0.5

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
United States Treasury Note/Bond 0.375% Apr 30, 2025	14.1	Interest	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.375% Jan 31, 2026	13.0	Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.500% May 31, 2027	12.2	Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 1.250% Apr 30, 2028	7.2	Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.500% Oct 31, 2027	4.5	Capital gains	—	—	—	—	—	—	—	—	—	—	—
		Return of capital	—	—	—	—	—	—	—	—	—	—	—
		Total distributions	0.09	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.250% May 15, 2024	3.0	*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 rbcgam.com/etfs .											
Spectra Energy Partners LP 3.500% Mar 15, 2025	1.0												
Take-Two Interactive Software Inc 3.550% Apr 14, 2025	1.0												
Keurig Dr Pepper Inc 0.750% Mar 15, 2024	1.0												
Broadcom Corp / Broadcom Cayman Finance Ltd 3.125% Jan 15, 2025	1.0												
Total % of top 10 holdings	58.1												
Total number of portfolio holdings	60												

Manager bios**Brandon Swensen, RBC Global Asset Management (U.S.) Inc.**

Brandon Swensen oversees fixed income research, portfolio management and trading at RBC GAM U.S. In addition to shaping the firm's overall fixed income philosophy and process, he is a portfolio manager for several cash management and core solutions. Brandon joined the company in 2000 and most recently was a portfolio manager on the mortgage and government team before being promoted to Co-Head. Brandon is a CFA charterholder.

Disclosure

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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.

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