RBC Global Asset Management

RBC U.S. Monthly Income Fund

Investment objective

To provide a combination of regular U.S. dollar monthly income and modest capital growth. The fund invests primarily in U.S. fixed-income securities such as government and corporate bonds, notes, asset-backed securities and preferred shares. The fund also invests in high-quality equity securities of U.S. companies. It may also invest in high-yield debt securities and emerging market sovereign and corporate bonds.

Fund details

Series	Load structure	Currency	Fund code
D	No load	CAD	RBF1503

Inception date	August 2014
Total fund assets $MM	1,435.9
Series D NAV $	17.35
Series D MER %	0.92

Sales status	Open
Minimum investment $	500
Subsequent investment $	25
Risk rating	Low to Medium
Fund category	Global Neutral Balanced

Income distribution	Monthly
Capital gains distribution	Annually
Monthly distribution (¢/unit)	4.61
Current payout rate (%)*	3.19

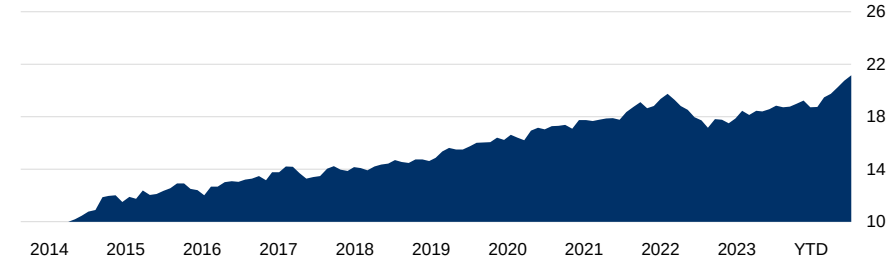
* Assuming 12 consecutive months at the monthly distribution set out above. The estimate does not include any year-end capital gains distributions paid in addition to the regular monthly distribution nor should it be confused with performance or rates of return.

Benchmark

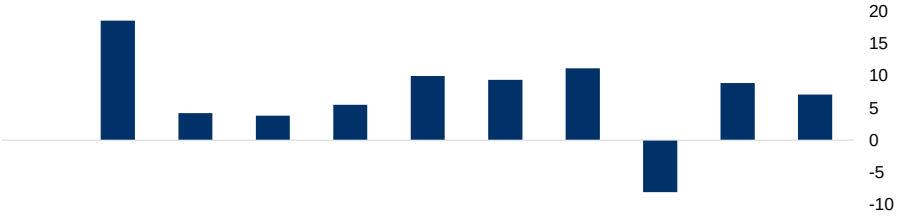
47.5%	Bloomberg U.S. Aggregate Bond Index
45.0%	S&P 500 Total Return Index
2.7%	ICE BofA U.S. HY BB-B Index
2.7%	JPM EM Bond Index Glbl Diversified (USD)
2.0%	FTSE Canada 30 Day TBill Index

Performance analysis for Series D as of March 31, 2024

Growth of $10,000 **Series D $21,159**



Calendar returns %



2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	
—	18.6	4.2	3.8	5.5	10.0	9.4	11.2	-8.1	8.9	7.1	Fund
—	—	—	—	—	—	—	—	—	—	1st	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
2.0	7.1	13.1	13.9	5.8	6.6	—	8.2	Fund
2nd	1st	1st	1st	1st	1st	—	—	Quartile
1,626	1,625	1,595	1,569	1,324	1,194	—	—	# of funds in category

Portfolio analysis as of March 31, 2024

Asset mix

	% Assets
Cash	5.8
Fixed income	49.2
Canadian equities	0.0
U.S. equities	44.9
European equities	0.0
Asia-Pacific equities	0.0
Emerging markets equities	0.0

Equity style

	Value	Blend	Growth
Large	32	32	27
Mid	3	6	0
Small	0	0	0

Weight %
- > 50
- 25-50
- 10-25
- 0-10

Equity characteristics

Dividend yield (%)	1.8
Price to earnings ratio (forward)	18.8
Price to book ratio	4.2
Weighted average market capitalization ($Bn)	832.8

Portfolio analysis continued as of March 31, 2024

Top 25 holdings	% Assets
Microsoft Corp	3.4
NVIDIA Corp	2.5
United States Treasury Note/Bond 1.875% Nov 15, 2051	2.4
Apple Inc	2.2
Amazon.com Inc	1.9
Alphabet Inc - Class A Shares	1.6
iShares J.P. Morgan USD Emerging Markets Bond ETF	1.5
Bank of Nova Scotia UTD 5.400% Apr 01, 2024	1.5
JPMorgan Chase & Co	1.3
United States Treasury Note/Bond 4.250% Feb 28, 2029	1.3
United States Treasury Note/Bond 3.625% May 15, 2053	1.0
Exxon Mobil Corp	1.0
Meta Platforms Inc - Class A Shares	1.0
Johnson & Johnson	0.9
Merck & Co Inc	0.9
AbbVie Inc	0.9
Chevron Corp	0.8
United States Treasury Note/Bond 1.750% Jan 31, 2029	0.8
United States Treasury Note/Bond 4.750% Nov 15, 2053	0.8
Walmart Inc	0.7
Eli Lilly & Co	0.7
Procter & Gamble Co	0.7
Freddie Mac STACR REMIC Trust 2022-DNA2 7.720% Feb 25, 2042	0.6
Broadcom Inc	0.6
Freddie Mac STACR REMIC Trust 2023-HQA2 8.670% Jun 25, 2043	0.6
Total % of top 25 holdings	31.6

Equity sector allocation	%
Information Technology	27.2
Health Care	15.4
Financials	13.7
Industrials	9.0
Consumer Discretionary	8.3
Communication Services	8.1
Energy	6.4
Consumer Staples	5.7
Utilities	3.3
Real Estate	2.3
Materials	0.6
Unclassified	0.0

Fixed income characteristics	
Current yield (%)	5.3
Yield to maturity (%)	5.8
Duration (years)	6.2
Average term to maturity (years)	13.8
Average credit rating	A

Fixed income breakdown	%
Government Bonds	11.6
Corporate Bonds	42.7
Other Bonds	-1.0
Securitized Debt	38.3
ST Investments (Cash & Other)	8.4
Direct Mortgages	0.0

Distributions ($)/unit*	YTD	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Interest	—	0.11	0.09	—	0.03	0.06	0.06	0.04	0.07	0.07	0.02
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	0.16	0.17	0.11	0.18	0.16	0.16	0.17	0.19	0.19	0.05
Foreign taxes paid	—	-0.02	-0.02	-0.02	-0.03	-0.02	-0.02	-0.02	-0.03	-0.02	—
Capital gains	—	0.09	—	0.67	0.72	0.35	0.35	0.17	0.19	1.05	0.67
Return of capital	—	0.20	0.28	—	—	—	—	0.08	0.03	—	—
Total distributions	**0.14**	**0.53**	**0.52**	**0.76**	**0.91**	**0.54**	**0.54**	**0.44**	**0.45**	**1.28**	**0.74**

*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

Sarah Riopelle, RBC Global Asset Management Inc.

Sarah Riopelle is Managing Director & Senior Portfolio Manager, Investment Solutions at RBC GAM. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's entire suite of RBC Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

Brad Willock, RBC Global Asset Management Inc.

Brad Willock joined Royal Bank of Canada in May 1996 and RBC GAM in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce from the University of Calgary and a Bachelor of Science from the University of British Columbia. He is also a CFA charterholder.

Andrzej Skiba, RBC Global Asset Management (U.S.) Inc.

Andrzej is Managing Director & Head of U.S. Fixed Income, responsible for the Developed Markets Team at BlueBay. Andrzej started with the firm as a credit analyst covering Technology, Media & Telecommunications, Utilities and Retail sectors for the Investment Grade Debt Team. Prior to joining BlueBay, Andrzej worked for a major investment bank as a credit analyst covering European investment-grade telecom, Media and Utility sectors. Andrzej is a CFA charterholder.

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.

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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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