



# RBC Premium Money Market Fund

## Investment Objective

To provide current income and liquidity consistent with short-term money market rates and to preserve the value of your investment. The fund invests primarily in high quality, short-term (one year or less) debt securities, including treasury bills and promissory notes issued or guaranteed by Canadian governments or their agencies, bankers acceptances, asset-backed commercial paper and commercial paper issued by Canadian chartered banks, loan companies, trust companies and corporations.

## Fund Details

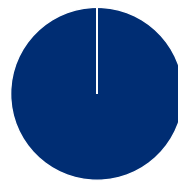
Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF447
Inception Date		March 1997	
Total Fund Assets \$Mil		1,249.6	
Series A Current Yield%		1.35	
Series A MER %		0.35	
Benchmark		50% FTSE TMX Canada 30 Day T-Bill Index 50% FTSE TMX Canada 60 Day T-Bill Index	
Income Distribution		Monthly	
Capital Gains Distribution		N/A	
Sales Status		Open	
Min. Investment \$		100,000	
Subsequent Investment \$		100	
Fund Category		Canadian Money Market	
Management Company		RBC Global Asset Management Inc.	
Web Site		www.rbcgam.com	

## Notes

The current yield is an annualized yield based on the seven day period ended on June 30, 2018 and does not represent an actual one year return.

## Portfolio Analysis as of June 30, 2018

### Asset Mix



	% Assets
Cash	100.0
Fixed Income	0.0
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Term to Maturity

	%
0 - 30 days	54
31 - 60 days	15
61 - 90 days	15
90 + days	16
Avg. Term to maturity (days)	52

### Cash Breakdown

	Cash (%)
Treasury Bills	0.0
Provincial Bills	5.0
Bankers Acceptance	35.0
Commercial Paper	60.0
Bank Deposits	0.0

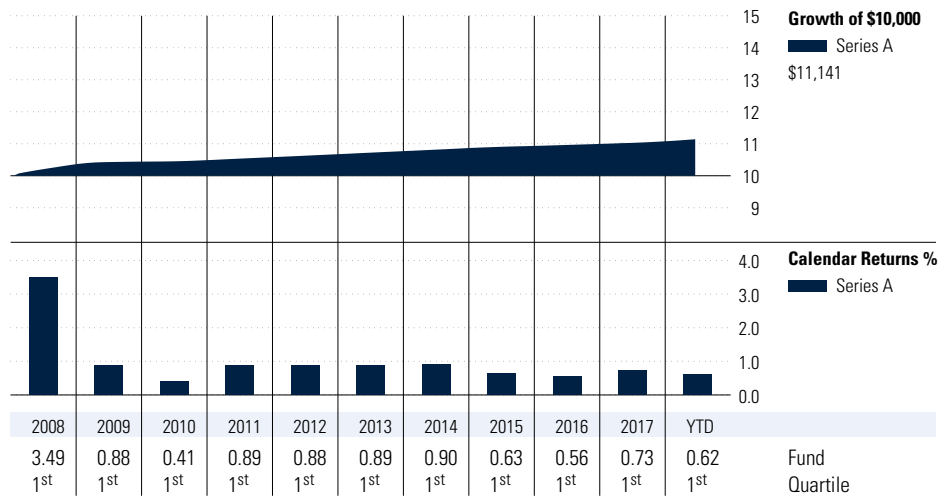
### Credit Quality

	%
R1 High	78.9
R1 Medium	11.6
R1 Low	9.5
Avg. Rating	R1H

### Top 25 Holdings

	% Assets
Clarity Trust 1.700%	4.8
Toronto-Dominion Bank 1.821%	3.5
Safe Trust 1.576%	3.4
Bank Of Nova Scotia 1.830%	3.2
Bank Of Montreal 1.512%	3.0
CIBC 2.001%	2.4
Bank Of Montreal 1.680%	2.4
Merit Trust 1.497%	2.2
Banner Trust 1.580%	2.2
Bay Street Funding Tr 2.001%	2.1
Hsbc Bank Canada 1.579%	2.1
GT Airports Authority 1.686%	2.0
Ridge Trust 1.720%	2.0
Province Of Ontario 1.401%	2.0
Prime Trust - Senior Notes 1.652%	1.9
Bank Of Nova Scotia 1.761%	1.8
CIBC 1.760%	1.8
National Bank Of Canada 1.762%	1.8
Province Of Ontario 1.440%	1.6
Toronto-Dominion Bank 1.727%	1.6
Inter Pipeline Ltd. 1.751%	1.6
Fusion Trust 1.774%	1.6
Merit Trust 1.584%	1.5
King Street Funding Trust 1.709%	1.5
Sure Trust 1.710%	1.5
Total % of Top 25 Holdings	55.4
Total Number of Stock Holdings	0
Total Number of Bond Holdings	0
Total Number of Other Holdings	106
<b>Total Number of Holdings</b>	<b>106</b>

## Performance Analysis as of June 30, 2018



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	0.11 1 <sup>st</sup>	0.33 1 <sup>st</sup>	0.62 1 <sup>st</sup>	1.05 1 <sup>st</sup>	0.73 1 <sup>st</sup>	0.78 1 <sup>st</sup>	0.89 1 <sup>st</sup>	2.34	Fund Quartile
	215	214	214	210	180	163	119	—	No. of Funds in Category



# RBC Premium Money Market Fund

## Management Overview

### Manager Bios

**Walter Posiewko**

**RBC Global Asset Management Inc.**

Walter Posiewko is Vice President and Senior Portfolio Manager, Global Fixed Income and Money Markets. He has been in the investment industry since 1985.

### Performance Analysis Cont'd as of June 30, 2018

Distributions (\$)/Unit	YTD*	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
Total Distributions	0.06	0.07	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09	0.34
Interest	0.06	0.07	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09	0.34
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2001	5.51	4-2001	5.05	3-2002	4.40	2-2008	3.67
Worst	7-2010	0.23	4-2012	0.61	4-2014	0.72	6-2018	0.89
Average		2.36		2.36		2.31		2.37
No. of Periods		244		220		196		136
Pct. Positive		100.00		100.00		100.00		100.00

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

### Quarterly Commentary as at June 30, 2018

The Canadian economy decelerated during Q2, explaining the Bank of Canada's (BoC) reluctance to tighten as well as the uncertainty regarding Canada's trade relationship with the United States. U.S.-imposed tariffs on Canadian steel and aluminum prompted retaliatory tariffs on certain U.S. imports, raising the prospects of a trade war between the two countries.

Furthermore, a number of economic measures suggest the Canadian economy is growing, but weakly. The BoC maintained its position that higher interest rates were appropriate, but only on the condition that economic data supported such moves. More recently, the BoC appeared to signal that another rate hike was approaching as its business outlook survey suggested the second quarter in Canada picked up momentum again. Accordingly, market participants began pricing in the next tightening immediately.

Canadian money-market rates increased approximately 0.10-0.20% during the quarter, reflecting expectations that the BoC was

considering tightening again. The Fund's overall exposure to corporate and securitized paper remained unchanged. Average term to maturity was managed more defensively with the manager accumulating shorter maturities, expecting that they would be rolled over at higher yields.

After a prolonged period of unchanged policy, the BoC appears ready to tighten again in light of growth and inflation measures gaining strength. The Canadian economy is growing and policy bias in Canada continues to be in the direction of higher rates, although the pace of tightening is expected to be very gradual. A number of concerns remain, however, that may temporarily stay the BoC's hand, such as the deteriorating trade relationship with the U.S. or prospects of a global trade war with the U.S. at the epicentre. Notwithstanding this, the manager expects to pursue a defensive approach in the Fund and then resume opportunistic term extension after tightening occurs.



# RBC Premium Money Market 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 full year period, January 1 to December 31, 2017, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full year period, April 1, 2017 to March 31, 2018.

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 June 30, 2018.

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