

PH&N Short Term Bond & Mortgage Fund



Investment objective

To provide relatively high yields and stability of capital by investing primarily in a well-diversified portfolio of short-term fixed income securities issued by Canadian governments and corporations, and first mortgages on property located in Canada.

Fund details

Series	Load structure	Currency	Fund code
A	No load	CAD	RBF7250

Inception date	November 2008
Total fund assets \$MM	7,619.6
Series A NAV \$	9.95
Series A MER %	1.04

Income distribution	Quarterly
Capital gains distribution	Annually
Sales status	Open
Minimum investment \$	500
Subsequent investment \$	25
Risk rating	Low
Fund category	Canadian Short Term Fixed Income

Benchmark

100%	FTSE Canada Short Term Overall Bond Index
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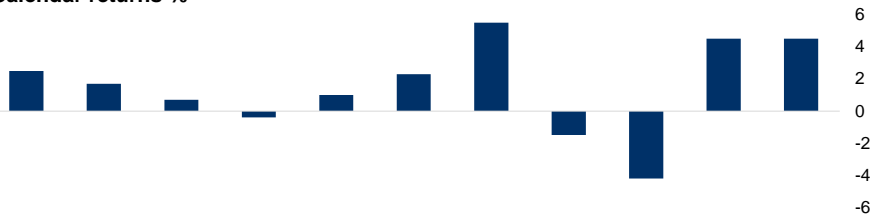
Performance analysis for Series A as of December 31, 2023

Growth of \$10,000

Series A \$11,221



Calendar returns %

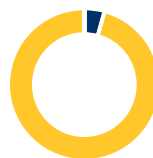


2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	
2.5	1.7	0.7	-0.4	1.0	2.3	5.5	-1.5	-4.2	4.5	4.5	Fund
2 nd	2 nd	3 rd	4 th	3 rd	4 th	1 st	4 th	3 rd	3 rd	3 rd	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
1.5	4.0	3.5	4.5	-0.5	1.2	1.2	1.8	Fund
3 rd	2 nd	3 rd	3 rd	4 th	3 rd	3 rd	—	Quartile
250	249	247	235	215	203	134	—	# of funds in category

Portfolio analysis as of December 31, 2023

Asset mix



	% Assets
• Cash	4.3
• Fixed income	95.7
• 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 (%)	4.2
Current yield (%)	3.8
Duration (years)	2.6
Average term to maturity (years)	2.9
Average credit rating	AA

Fixed income breakdown

	%
Government Bonds	44.6
Corporate Bonds	47.6
Other Bonds	0.0
Securitized Debt	0.0
ST Investments (Cash & Other)	4.3
Direct Mortgages	3.5

Portfolio analysis continued as of December 31, 2023

Top 25 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
Canadian Government Bond 4.500% Feb 01, 2026	24.8	Cash / Cash Equiv.	4.3	Canada	100.0
Canada Housing Trust No 1 1.250% Jun 15, 2026	3.6	AAA	38.5	United States	0.0
Province of Ontario 3.600% Mar 08, 2028	3.1	AA	8.0	International (ex-Emerging Markets)	0.0
Province of Alberta 2.550% Jun 01, 2027	3.0	A	19.5	Emerging Markets	0.0
Canadian Government Bond 3.250% Sep 01, 2028	2.8	BBB	25.5		
Canada Housing Trust No 1 1.550% Dec 15, 2026	2.7	Below BBB	0.6		
Canada Housing Trust No 1 4.250% Dec 15, 2028	1.5	Mortgages	3.6		
Enbridge Gas Inc 3.310% Sep 11, 2025	1.4	Other	0.0		
Royal Bank of Canada 2.609% Nov 01, 2024	1.3				
Canadian Government Bond 4.000% Mar 01, 2029	1.3				
Bank of America Corp 2.932% Apr 25, 2025	0.9				
Bell Telephone Co of Canada or Bell Canada 4.550% Feb 09, 2030	0.9				
Canada Housing Trust No 1 2.350% Jun 15, 2027	0.9				
Inter Pipeline Ltd 5.760% Feb 17, 2028	0.8				
Canadian National Railway Co 4.150% May 10, 2030	0.8				
Verizon Communications Inc 2.375% Mar 22, 2028	0.8				
Brookfield Infrastructure Finance ULC 3.410% Oct 09, 2029	0.7				
North West Redwater Partnership / NWR Financing Co Ltd 3.200% Jul 22, 2024	0.7				
National Grid Electricity Transmission PLC 2.301% Jun 22, 2029	0.7				
Ontario Power Generation Inc 1.170% Apr 22, 2026	0.7				
Brookfield Renewable Partners ULC 3.752% Jun 02, 2025	0.7				
Enbridge Inc 3.950% Nov 19, 2024	0.7				
Heathrow Funding Ltd 2.694% Oct 13, 2027	0.7				
Mortgage 2.500% Sep 01 2026	0.7				
Thomson Reuters Corp 2.239% May 14, 2025	0.7				
Total % of top 25 holdings	57.1				
Total number of holdings	247				

Distributions (\$)/unit*	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Interest	—	0.17	0.15	0.15	0.16	0.15	0.13	0.15	0.17	0.17	—
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	—	—	—	—	—	—	0.02	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.25	0.17	0.15	0.15	0.16	0.15	0.13	0.15	0.18	0.17	—

*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

PH&N Fixed Income Team

With one of the largest bond desks in Canada consisting of over 30 investment professionals, PH&N IM has been managing bonds since 1970. PH&N IM manages fixed income portfolios according to strict quality and diversification guidelines, and the firm's strengths as a bond manager are directly related to its depth of resources – both people and technology – dedicated to the management of fixed income portfolios.

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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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