

# PH&N High Yield Bond Fund



## Investment objective

To provide a high level of income and the opportunity for capital appreciation by investing primarily in a well-diversified portfolio of fixed income securities issued by Canadian and/or foreign corporations and governments.

## Fund details

Series	Load structure	Currency	Fund code
A	No load	CAD	RBF7280

<b>Inception date</b>	November 2008
<b>Total fund assets \$MM</b>	8,623.8
<b>Series A NAV \$</b>	11.07
<b>Series A MER %</b>	1.43

<b>Income distribution</b>	Quarterly
<b>Capital gains distribution</b>	Annually
<b>Sales status</b>	Soft-Capped
<b>Minimum investment \$</b>	500
<b>Subsequent investment \$</b>	25
<b>Risk rating</b>	Low
<b>Fund category</b>	High Yield Fixed Income

## Benchmark

100% FTSE Canada Short-Term Overall Bond Index

## Notes

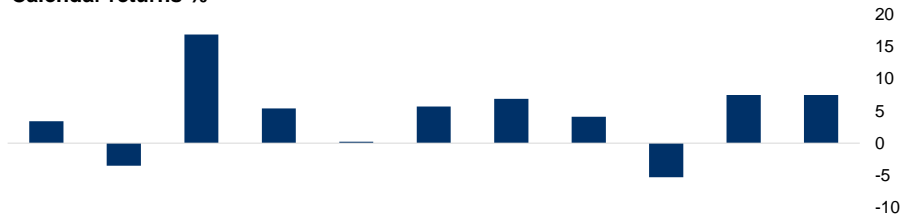
Effective July 29, 2022 units of this fund will not be available for purchase by new investors. Existing investors who hold units of the fund can continue to make additional investments into the fund.

## Performance analysis for Series A as of December 31, 2023

### Growth of \$10,000



### Calendar returns %

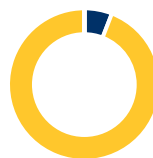


2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	
3.4	-3.5	16.9	5.4	0.2	5.7	6.9	4.1	-5.3	7.5	7.5	Fund
3 <sup>rd</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	1 <sup>st</sup>	4 <sup>th</sup>	1 <sup>st</sup>	2 <sup>nd</sup>	1 <sup>st</sup>	4 <sup>th</sup>	4 <sup>th</sup>	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
2.9	4.8	5.8	7.5	2.0	3.7	4.0	5.9	Fund
2 <sup>nd</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	4 <sup>th</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	2 <sup>nd</sup>	—	Quartile
271	270	266	266	244	229	158	—	# of funds in category

## Portfolio analysis as of December 31, 2023

### Asset mix



	% Assets
• Cash	5.9
• Fixed income	94.1
• 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 (%)	7.0
Current yield (%)	5.6
Duration (years)	2.6
Average term to maturity (years)	3.1
Average credit rating	BB

### Fixed income breakdown

	%
Government Bonds	0.0
Corporate Bonds	93.8
Other Bonds	0.0
Securitized Debt	0.0
ST Investments (Cash & Other)	6.2
Direct Mortgages	0.0

## Portfolio analysis continued as of December 31, 2023

Top 25 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
Brookfield Property REIT Inc / BPR Cumulus LLC / BPR Nimbus LLC / GGSI Sellco LL 5.750% May 15, 2026	7.2	Cash / Cash Equiv.	6.2	Canada	87.8
Royal Bank of Canada 4.500% Nov 24, 2080	5.1	AAA	0.0	United States	12.2
Bank of Nova Scotia 7.023% Jul 27, 2082	4.9	AA	0.0	International (ex-Emerging Markets)	0.0
Brookfield Property Finance ULC 7.125% Feb 13, 2028	4.3	A	0.0	Emerging Markets	0.0
Bank of Montreal 4.300% Nov 26, 2080	4.3	BBB	44.2		
Rogers Communications Inc 5.000% Dec 17, 2081	4.2	Below BBB	49.6		
Inter Pipeline Ltd/AB 6.875% Mar 26, 2079	4.1	Mortgages	0.0		
Royal Bank of Canada 4.000% Feb 24, 2081	4.0	Other	0.0		
Inter Pipeline Ltd/AB 6.625% Nov 19, 2079	3.1				
Toronto-Dominion Bank 7.283% Oct 31, 2082	2.9				
National Bank of Canada 4.300% Nov 15, 2080	2.7				
Canadian Imperial Bank of Commerce 4.000% Jan 28, 2082	2.6				
Canadian Imperial Bank of Commerce 7.150% Jul 28, 2082	2.6				
Bank of Montreal 7.057% PERPETUAL	2.3				
Brookfield Property Finance ULC 4.000% Sep 30, 2026	2.2				
National Bank of Canada 7.500% Nov 16, 2082	2.0				
Bank of Montreal 7.325% Nov 26, 2082	1.8				
Keyera Corp 6.875% Jun 13, 2079	1.8				
Videotron Ltd 3.625% Jun 15, 2028	1.7				
Canadian Imperial Bank of Commerce 4.375% Oct 28, 2080	1.7				
AutoCanada Inc 5.750% Feb 07, 2029	1.7				
National Bank of Canada 4.050% Aug 15, 2081	1.5				
Doman Building Materials Group Ltd 5.250% May 15, 2026	1.5				
Parkland Corp 6.000% Jun 23, 2028	1.3				
Teine Energy Ltd 6.875% Apr 15, 2029	1.3				
Total % of top 25 holdings	72.8				
Total number of holdings	80				

Distributions (\$)/unit*	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Interest	—	0.43	0.41	0.43	0.44	0.50	0.51	0.53	0.60	0.62	—
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	0.17	0.15	—	—	0.30	0.09	—	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.48	0.43	0.58	0.58	0.44	0.50	0.81	0.62	0.60	0.62	—

\*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](http://rbcgam.com/funds).

## Manager bios

## Hanif Mamdani, RBC Global Asset Management Inc.

Hanif is Managing Director & and Head of Alternative Investments at RBC GAM. He is also a member of the PH&N Asset Mix Committee and the RBC GAM Investment Strategy Committee. In addition, Hanif is lead manager of a high yield bond strategy, a multi-strategy hedge fund, and a proprietary multi-strategy hedge fund-of-funds solution. He holds a master's degree from Harvard University and a bachelor's degree with honours from the California Institute of Technology.

### 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 Box™ 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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