



**Investment objective**

To provide relatively high yields and stability of capital by investing primarily in a well-diversified portfolio of fixed income securities issued by Canadian governments and corporations.

The investment team's approach is to add value while controlling risk, which requires the use of multiple strategies with a focus on the return/risk relationships for each strategy and for the portfolio as a whole, an emphasis on risk controls, using strict guidelines and rigorous monitoring using proprietary systems, and an emphasis on the use of credit and liquidity strategies within a portfolio.

**Fund details**

Series	Currency	Fund code
O	CAD	RBF8115

**Inception date** October 2002

**Total fund assets \$MM** 8,274.0

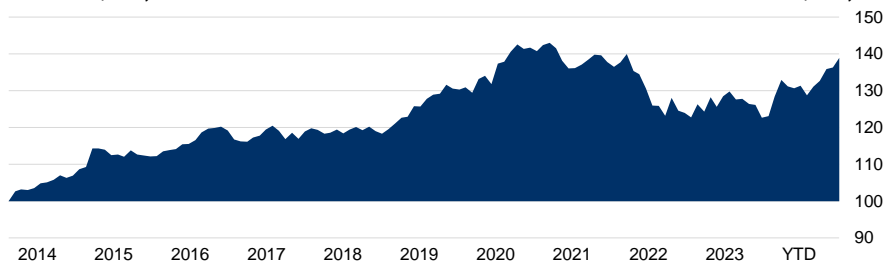
**Benchmark**

100% FTSE Canada Universe Bond Index

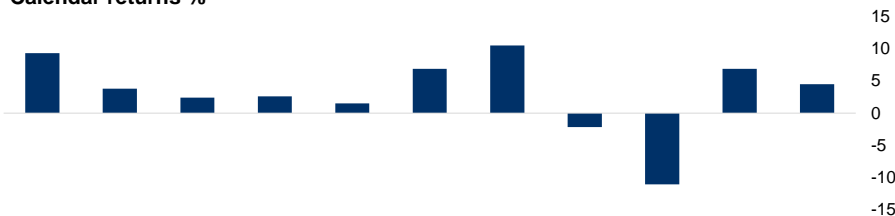
**Performance analysis** as of September 30, 2024

**Growth of \$100,000**

**Series O \$138,913**



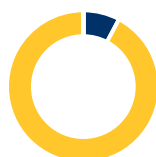
**Calendar returns %**



2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	YTD	
9.3	3.8	2.4	2.6	1.5	6.9	10.5	-2.2	-11.1	6.9	4.5	Fund
8.8	3.5	1.7	2.5	1.4	6.9	8.7	-2.5	-11.7	6.7	4.3	Benchmark
1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.		Trailing return %		
1.9	4.7	5.7	13.2	0.3	1.2	2.7	4.5		Fund		
1.9	4.7	5.6	12.9	-0.1	0.6	2.3	—		Benchmark		

**Portfolio analysis** as of September 30, 2024

**Asset mix**



	% Assets
• Cash	7.8
• Fixed income	92.2
• 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 (%)	3.7
Current yield (%)	3.5
Duration (years)	7.3
Average term to maturity (years)	10.5
Average credit rating	AA

**Risk measures**

	Fund	Benchmark
3-year standard deviation	7.3	7.3
5-year standard deviation	6.5	6.5

**Fixed income breakdown**

	%
Government Bonds	52.2
Corporate Bonds	35.3
Other Bonds	4.8
Securitized Debt	0.0
ST Investments (Cash & Other)	7.7
Direct Mortgages	0.1

## Portfolio analysis continued as of September 30, 2024

Top 25 holdings	% Assets	Credit rating	%	Fixed income geographic allocation	%
United States Treasury Note/Bond 4.250% Jun 30, 2029	4.7	Cash / Cash Equiv.	7.7	Canada	95.2
Province of Quebec 3.600% Sep 01, 2033	4.4	AAA	25.2	United States	4.8
Canada Housing Trust No 1 3.650% Jun 15, 2033	3.4	AA	30.6	International (ex-Emerging Markets)	0.0
Canadian Government Bond 3.500% Sep 01, 2029	2.7	A	16.3	Emerging Markets	0.0
Province of Quebec 3.250% Sep 01, 2032	2.6	BBB	19.9		
Province of Ontario 4.150% Dec 02, 2054	2.5	Below BBB	0.3		
Canadian Government Bond 3.000% Jun 01, 2034	2.4	Mortgages	0.1		
Province of Ontario 5.600% Jun 02, 2035	2.4	Other	0.0		
Province of Quebec 4.400% Dec 01, 2055	2.1				
Province of Ontario 3.650% Jun 02, 2033	2.0				
Canadian Government Bond 2.750% Dec 01, 2055	1.8				
Canadian Government Bond 1.750% Dec 01, 2053	1.7				
Province of Ontario 3.500% Jun 02, 2043	1.5				
Canadian Government Bond 1.250% Mar 01, 2027	1.5				
Province of Alberta 4.450% Dec 01, 2054	1.2				
Province of Ontario 2.900% Dec 02, 2046	1.1				
National Grid Electricity Transmission PLC 2.301% Jun 22, 2029	1.0				
Province of Alberta 3.100% Jun 01, 2050	1.0				
Province of Ontario 1.900% Dec 02, 2051	1.0				
Province of Quebec 6.250% Jun 01, 2032	0.9				
Canadian Government Bond 3.250% Sep 01, 2028	0.9				
Province of Ontario 3.450% Jun 02, 2045	0.9				
Canadian Government Bond 2.000% Jun 01, 2028	0.8				
Verizon Communications Inc 2.375% Mar 22, 2028	0.8				
Province of Manitoba 2.850% Sep 05, 2046	0.7				
<b>Total % of top 25 holdings</b>	<b>45.9</b>				
<b>Total number of holdings</b>	<b>380</b>				

Distributions (\$)/unit*	YTD	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Interest	—	0.35	0.30	0.29	0.32	0.31	0.31	0.31	0.33	0.37	0.37
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	—	—	0.14	—	—	—	0.12	0.27	0.04
Return of capital	—	—	—	—	—	—	—	—	—	—	—
<b>Total distributions</b>	<b>0.29</b>	<b>0.35</b>	<b>0.30</b>	<b>0.29</b>	<b>0.46</b>	<b>0.31</b>	<b>0.31</b>	<b>0.31</b>	<b>0.46</b>	<b>0.63</b>	<b>0.42</b>

\*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

#### 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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MER (%) for this fund 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.

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