

# RBC U.S. Discount Bond ETF (USD units)



## Investment objective

RBC U.S. Discount Bond ETF seeks to provide unitholders with exposure to the performance of a diversified portfolio of primarily short term fixed-income securities issued in the U.S. market by U.S. governments and U.S. and foreign corporations which at the time of purchase are trading below the weighted average price of the universe of U.S. short term bonds to provide regular income while preserving capital.

## Reasons to invest

- Generate capital gains and lower interest income which creates lower taxes today. Capital gains taxed at half the rate of interest and deferred until maturity
- A solution for taxable accounts and clients that have aversion to declining capital values and loss of principal
- Minimum credit quality and concentration maximums ensure a high-quality, diversified portfolio
- Provides regular monthly income while preserving capital

## Fund details

Ticker	RUDB.U
CUSIP	75528Q115
Stock exchange	TSX
Inception date	May 2023
Currency	USD
Net assets \$MM	4.4
Units outstanding	300,000

NAV/unit	14.61
Market price/unit	14.65
Management fee %	0.25
MER %	—

Income distribution	Monthly
Capital gains distribution	Annually

Risk rating	Low to Medium
Fund category	Fixed Income

Performance analysis as of June 30, 2023

## Notes

Securities regulations do not allow us to report performance for an exchange traded fund that has been available for less than one year.

Portfolio analysis as of June 30, 2023

## Fixed income breakdown



- Corporate Bonds
- Government Bonds

## % Assets

60.8  
39.2

## Characteristics

Duration (years)	2.6
Coupon (%)	1.2
Average credit rating	A+

## Credit rating



- Cash / Cash Equiv.
- AAA
- AA
- A
- BBB
- Below BBB

## % Assets

0.0  
0.0  
46.5  
27.2  
25.5  
0.7

## Portfolio analysis continued as of June 30, 2023

Top 25 holdings	% Assets	Distributions (\$)/unit*	YTD	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
United States Treasury Note/Bond 0.375% Jan 31, 2026	9.2	Interest	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.375% Apr 30, 2025	8.8	Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.250% May 15, 2024	7.1	Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.500% Oct 31, 2027	5.8	Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 0.500% May 31, 2027	5.2	Capital gains	—	—	—	—	—	—	—	—	—	—	—
		Return of capital	—	—	—	—	—	—	—	—	—	—	—
		<b>Total distributions</b>	<b>0.03</b>	—	—	—	—	—	—	—	—	—	—
United States Treasury Note/Bond 1.250% Apr 30, 2028	4.3	*Income type characterization and foreign taxes paid for the previous year, are reported at or around February month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit <a href="http://rbcgam.com/etfs">rbcgam.com/etfs</a> .											
Keurig Dr Pepper Inc 0.750% Mar 15, 2024	1.3												
Carrier Global Corp 2.242% Feb 15, 2025	1.3												
Wells Fargo & Co 0.805% May 19, 2025	1.3												
PACCAR Financial Corp 1.800% Feb 06, 2025	1.3												
Morgan Stanley 0.790% May 30, 2025	1.3												
Entergy Louisiana LLC 0.950% Oct 01, 2024	1.3												
Wells Fargo & Co 2.188% Apr 30, 2026	1.3												
Canadian Pacific Railway Co 1.350% Dec 02, 2024	1.3												
Citigroup Inc 1.281% Nov 03, 2025	1.3												
American Tower Corp 3.125% Jan 15, 2027	1.3												
Comcast Corp 2.350% Jan 15, 2027	1.3												
US Bancorp 2.375% Jul 22, 2026	1.3												
Union Pacific Corp 2.150% Feb 05, 2027	1.3												
Morgan Stanley 2.475% Jan 21, 2028	1.3												
Cummins Inc 0.750% Sep 01, 2025	1.3												
Bristol-Myers Squibb Co 0.750% Nov 13, 2025	1.2												
T-Mobile USA Inc 1.500% Feb 15, 2026	1.2												
Teledyne Technologies Inc 1.600% Apr 01, 2026	1.2												
Toyota Motor Credit Corp 0.800% Oct 16, 2025	1.2												
Total % of top 25 holdings	64.0												
<b>Total number of portfolio holdings</b>	<b>59</b>												

## Manager bios

## Brandon Swensen, RBC Global Asset Management (U.S.) Inc.

Brandon Swensen oversees fixed income research, portfolio management and trading at RBC GAM U.S. In addition to shaping the firm's overall fixed income philosophy and process, he is a portfolio manager for several cash management and core solutions. Brandon joined the company in 2000 and most recently was a portfolio manager on the mortgage and government team before being promoted to Co-Head. Brandon is a CFA charterholder.

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