

RBC Target 2026 U.S. Corporate Bond ETF



Performance analysis as of June 30, 2024

Notes

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

Investment objective

RBC Target 2026 U.S. Corporate Bond ETF is an exchange-traded fund incorporated in Canada. The ETF seeks to provide income, for a limited period of time ending on the respective RBC Target Maturity U.S. Corporate Bond ETF's Termination Date, by investing primarily in a portfolio of investment grade fixed-income securities issued in the U.S. market by U.S. and foreign corporations that mature in the same calendar year as the RBC Target Maturity U.S. Corporate Bond ETF's Termination Date.

Reasons to invest

- Matures like a traditional bond
- Diversified exposure to investment-grade U.S. corporate bonds
- Attractive monthly income

Fund details

Ticker	RUQO
CUSIP	749331104
Stock exchange	TSX
Inception date	April 2024
Currency	CAD
Net assets \$MM	4.0
Units outstanding	200,000

NAV/unit	20.07
Market price/unit	20.09
Management fee %	0.20
MER %	-

Income distribution	Monthly
Capital gains distribution	Annually

Risk rating	Low
Fund category	Global Corporate Fixed Income

Portfolio analysis as of June 30, 2024

Fixed income breakdown



- Corporate Bonds

Characteristics

Duration (years)	1.9
Coupon (%)	2.9
Average credit rating	A-
Par value per unit (\$)	20.9

Credit rating



- Cash / Cash Equiv. 0.0
- AAA 0.0
- AA 9.9
- A 66.9
- BBB 23.2
- Below BBB 0.0

Notes

*The par value per unit reported in CAD is based on the par value of the ETF's bonds in USD and the current USD/CAD exchange rate. The CAD par value per unit can be expected to fluctuate in line with the USD/CAD exchange rate.

Portfolio analysis continued as of June 30, 2024

Top 25 holdings	% Assets	Distributions (\$)/unit*	YTD	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Bank of America Corp 1.734% Jul 22, 2027	4.0	Interest	—	—	—	—	—	—	—	—	—	—	—
Morgan Stanley 1.512% Jul 20, 2027	4.0	Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
JPMorgan Chase & Co 1.470% Sep 22, 2027	2.9	Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Apple Inc 2.050% Sep 11, 2026	2.9	Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Cisco Systems Inc 2.500% Sep 20, 2026	2.9	Capital gains	—	—	—	—	—	—	—	—	—	—	—
American Honda Finance Corp 1.300% Sep 09, 2026	2.7	Return of capital	—	—	—	—	—	—	—	—	—	—	—
Caterpillar Financial Services Corp 4.350% May 15, 2026	2.5	Total distributions	0.09	—	—	—	—	—	—	—	—	—	—
John Deere Capital Corp 4.800% Jan 09, 2026	2.5	*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 rbcgam.com/etfs .											
Comcast Corp 3.150% Mar 01, 2026	2.0												
Bank of New York Mellon Corp 1.050% Oct 15, 2026	2.0												
Bristol-Myers Squibb Co 3.200% Jun 15, 2026	2.0												
Kenvue Inc 5.350% Mar 22, 2026	2.0												
Analog Devices Inc 3.500% Dec 05, 2026	2.0												
Union Pacific Corp 2.750% Mar 01, 2026	2.0												
PACCAR Financial Corp 5.200% Nov 09, 2026	2.0												
Astrazeneca Finance LLC 1.200% May 28, 2026	2.0												
Pfizer Investment Enterprises Pte Ltd 4.450% May 19, 2026	2.0												
Toronto-Dominion Bank 1.250% Sep 10, 2026	1.9												
Bank of Montreal 1.250% Sep 15, 2026	1.9												
Westpac Banking Corp 2.850% May 13, 2026	1.9												
PNC Financial Services Group Inc 2.600% Jul 23, 2026	1.8												
Toyota Motor Credit Corp 4.450% May 18, 2026	1.8												
Goldman Sachs Group Inc 1.542% Sep 10, 2027	1.1												
Enterprise Products Operating LLC 3.700% Feb 15, 2026	1.1												
BP Capital Markets America Inc 3.410% Feb 11, 2026	1.1												
Total % of top 25 holdings	54.0												
Total number of portfolio holdings	69												

Manager bios

John Northup, RBC Global Asset Management (U.S.) Inc.

John is a BlueBay portfolio manager on the BlueBay Fixed Income team at RBC Global Asset Management (US) Inc., focusing on U.S. fixed income. In this role, he provides trading and portfolio management support for several cash management and credit-focused strategies. John started his career in the investment industry in 2000. John holds a Bachelor of Business Administration in Economics from the University of Wisconsin-Eau Claire and is a CFA charterholder.

Kelsey Bosshardt, RBC Global Asset Management (U.S.) Inc.

Kelsey is a BlueBay portfolio manager on the BlueBay Fixed Income team at RBC Global Asset Management (US) Inc., focusing on U.S. fixed income. She manages investment grade short and intermediate duration strategies. Previously, Kelsey was an assistant portfolio manager at RBC GAM. She began her career in the investment industry in 2017. Kelsey holds a Bachelor of Business Administration in Economics from Loyola University Chicago and is a CFA charterholder.

Disclosure

RBC ETFs are offered by RBC Global Asset Management Inc. ("RBC GAM Inc.") and distributed through authorized dealers. Commissions, management fees and expenses all may be associated with investments in exchange-traded funds (ETFs). Please read the prospectus and/or ETF Facts before investing. ETFs are not guaranteed, their values change frequently and past performance may not be repeated. ETF units are bought and sold at market price on a stock exchange and brokerage commissions will reduce returns. RBC ETFs do not seek to return any predetermined amount at maturity. Index returns do not represent RBC ETF returns. RBC ETFs are managed by RBC GAM Inc., an indirect wholly-owned subsidiary of Royal Bank of Canada.

Except as otherwise noted, the indicated rates of return are the historical total returns for the periods including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, commission charges or income taxes payable by any unitholder that would have reduced returns.

This document has been compiled by RBC GAM Inc. from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM Inc., its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM Inc.'s judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility.

If presented, 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 Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. MER (%) is based on actual expenses reported in the fund's most recent Semi-Annual or Annual Management Report of Fund Performance expressed on an annualized basis.

The fund update 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.

RBC Target Maturity Canadian Bond ETFs (which include the RBC Target Canadian Government Bond ETFs and RBC Target Canadian Corporate Bond Index ETFs) do not seek to deliver a predetermined amount at maturity, and the amount an investor receives may be more or less than their original investment.

RQL, RQN, RQO, RQP, RQQ, RQR and RQS ("Canadian TMCBs") have been developed solely by RBC GAM Inc. The Canadian TMCBs are not in any way connected to or sponsored, endorsed, sold or promoted by the London Stock Exchange Group plc and its group undertakings (collectively, the "LSE Group"). FTSE Russell is a trading name of certain of the LSE Group companies.

All rights in FTSE Canada 2024 Maturity Corporate Bond Index, FTSE Canada 2025 Maturity Corporate Bond Index, FTSE Canada 2026 Maturity Corporate Bond Index, FTSE Canada 2027 Maturity Corporate Bond Index, FTSE Canada 2028 Maturity Corporate Bond Index, FTSE Canada 2029 Maturity Corporate Bond Index, and FTSE Canada 2030 Maturity Corporate Bond Index (collectively, the "FTSE Maturity Corporate Bond Indices") vest in the relevant LSE Group company which owns the FTSE Maturity Corporate Bond Indices. "FTSE®" is a trade mark of the relevant LSE Group company and is used by any other LSE Group company under license.

The FTSE Maturity Corporate Bond Indices are calculated by or on behalf of FTSE Global Debt Capital Markets Inc. or its affiliate, agent or partner. The LSE Group does not accept any liability whatsoever to any person arising out of (a) the use of, reliance on or any error in the FTSE Maturity Corporate Bond Indices or (b) investment in or operation of the Canadian TMCBs. The LSE Group makes no claim, prediction, warranty or representation either as to the results to be obtained from the Canadian TMCBs or the suitability of the FTSE Maturity Corporate Bond Indices for the purpose to which they are being put by RBC GAM Inc.

Solactive Canada Bank Yield Index, Solactive U.S. Banks Yield Index and Solactive U.S. Banks Yield (CAD Hedged) Index are calculated and published by Solactive AG. RBNK, RUBY, RUBY.U and RUBH is not sponsored, promoted, sold or supported by Solactive AG. Solactive AG does not offer any express or implicit guarantee or assurance regarding the results to be obtained from the use of the index or index price nor does Solactive AG make any representation regarding the advisability of investing in the ETF.

® / ™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2024