



RBC 1–5 Year Laddered Corporate Bond ETF

RBC 1–5 Year Laddered Corporate Bond ETF (RBO) is a straightforward fixed income solution that provides exposure to a diversified portfolio of shorter-term Canadian investment grade corporate bonds. RBO is an equal-weighted portfolio of five RBC Target Maturity Corporate Bond ETFs with maturities from one to five years.

Why RBO?

- Exposure to high-quality investment grade corporate bonds
- Attractive regular monthly income
- Broad diversification and a transparent, consistent maturity profile
- Easy access to a buy-and-hold bond ladder

How does RBO work?

An ETF of ETFs

RBO invests equally in five RBC Target Maturity Corporate Bond ETFs with maturities ranging from one to five years. By combining these five ETFs, RBO offers a broadly diversified one-stop short-term investment grade corporate bond solution.

Monthly distributions

RBO will pay out all net income on a monthly basis. The payout depends on the income stream from the underlying bonds held and it may vary from month to month. The distributions are expected to be mostly interest income.

Equal weighted by maturity year

By investing equally (20%) in each of the five underlying ETFs, RBO offers investors a transparent and relatively consistent maturity profile.

20% RQG 2019	20% RQH 2020	20% RQI 2021	20% RQJ 2022	20% RQK 2023
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Rolling over and rebalancing

RBO is designed to maintain a laddered 1-5 year maturity profile. At the end of each year, the portfolio managers sell the ETF that matures within one year and replace them with a new ETF maturing in five years. For example, in December 2018, they will sell RQG maturing in 2019 and purchase the ETF maturing in 2024 (RQL). Each quarter, the portfolio managers rebalance the portfolio to ensure a 20% allocation to each maturity year.

ETF DETAILS

- Ticker: RBO
- Exchange: Toronto Stock Exchange
- Inception date: January 15, 2014
- Distribution frequency: Monthly
- Eligibility: All registered plans



ETF CHARACTERISTICS

- Average number of holdings: 5
- Management fee: 0.25%
- Number of underlying bond issuers: Approx. 55
- Number of underlying bond holdings: Approx. 150
- 20% equal allocation to Canadian investment grade corporate bonds with maturities from 1–5 years
- Rebalanced quarterly

RBO holdings – five segments equally weighted by maturity year



Why RBC ETFs?

- Innovative, high quality and professionally managed.
- Designed to provide attractive risk-adjusted performance.
- Invest with Canada's leading provider of income solutions.*
- Backed by the strength and experience of RBC Global Asset Management.

To find out more
about RBC ETFs:

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Call **1-855-RBC-ETFS**
(1-855-722-3837)

RBC Global Asset Management offers a comprehensive lineup of ETFs and mutual funds designed to deliver effective investment solutions to help investors build better portfolios. Our investment solutions are backed by the strength of an experienced investment team at RBC Global Asset Management Inc.

With offices in several financial centres around the world, RBC Global Asset Management Inc. is one of Canada's largest money managers.

* Source: RBC GAM, IFIC. Based on assets under management in money market, fixed income, income-oriented balanced and equity mutual fund solutions, and income-oriented ETF solutions as of September 30, 2017.

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