



RBC Quant EAFE Dividend Leaders ETF

RBC Quant EAFE Dividend Leaders ETF (RID.u) is a high-quality international dividend income solution offered in US Dollars and developed by our Quantitative Investment Management team. RID.u employs a rules-based, multi-factor investment approach to build a portfolio of international companies with strong balance sheets, sustainable dividends and the potential for dividend growth. An innovative approach to weighting and regular rebalancing is designed to further enhance risk-return characteristics.

Designed for income stability & growth

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|-------------------------|--------------------------|
| Dividend sustainability | Income growth potential |
| Balance sheet stability | Capital growth potential |
| Regular monthly income | Competitive fees |

ETF DETAILS

- Ticker: RID.u
- Currency: USD
- Exchange: Toronto Stock Exchange
- Inception date: January 15, 2014
- Distribution frequency: Monthly
- Eligibility: All registered plans



ETF CHARACTERISTICS

- Average number of holdings: 100-200
- Management fee: 0.49%

A straightforward process

1. Income: Minimum dividend yield

Each security must have a minimum dividend yield, which is set by the portfolio management team. The threshold generally ensures a portfolio yield that is attractive relative to the investment universe.

2. Financial strength & growth fundamental screening

Key fundamental measures are used to forecast companies' ability to grow their dividend over time. **Dividend Leaders** are selected for the portfolio by combining the results of the minimum dividend yield, balance sheet strength, dividend sustainability and growth.

3. Modified capitalization weighting

The weighting method better reflects the liquidity and economic characteristics of companies relative to market capitalization weighting schemes.

4. Quarterly rebalancing

Each quarter, the screens are re-applied to rebalance the ETF, thus improving the portfolio's characteristics.

Why RBC Quant Dividend Leaders

- **Core dividend exposure:** Broad exposure to a diversified portfolio of high-quality international dividend paying equity securities that offers the potential for long-term capital growth.
- **Methodology:** Rules-based, multi-factor investment approach that considers a company's balance sheet strength, the stability and sustainability of its dividend payout and the ability to grow its dividend in the future.
- **Security weighting:** The managers use a unique weighting methodology that better reflects the liquidity and economic characteristics of companies relative to traditional market capitalization weighting schemes.

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