



FIXED-INCOME FUND

RBC \$U.S. HIGH YIELD BOND FUND

June 30, 2023

Portfolio Manager RBC Global Asset Management Inc. ("RBC GAM")

The Board of Directors of RBC Global Asset Management Inc. approved this interim management report of fund performance on August 9, 2023.

A Note on Forward-looking Statements

This report may contain forward-looking statements about the Fund, its future performance, strategies or prospects, and possible future Fund action. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," "forecast," "objective" and similar expressions are intended to identify forward-looking statements.

Forward-looking statements are not guarantees of future performance. Forward-looking statements involve inherent risks and uncertainties, both about the Fund and general economic factors, so it is possible that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution you not to place undue reliance on these statements as a number of important factors could cause actual events or results to differ materially from those expressed or implied in any forward-looking statement made in relation to the Fund. These factors include, but are not limited to, general economic, political and market factors in Canada, the United States and internationally, interest and foreign exchange rates, global equity and capital markets, business competition, technological changes, changes in laws and regulations, judicial or regulatory judgments, legal proceedings and catastrophic events.

The above list of important factors that may affect future results is not exhaustive. Before making any investment decisions, we encourage you to consider these and other factors carefully. All opinions contained in forward-looking statements are subject to change without notice and are provided in good faith but without legal responsibility.

This interim management report of fund performance ("MRFP") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the Fund. You can get a copy of the financial statements at your request, and at no cost, by calling 1-800-463-FUND (3863), by writing to us at RBC Global Asset Management Inc., P.O. Box 7500, Station A, Toronto, Ontario M5W 1P9, or by visiting our website at www.rbcgam.com/regulatorydocuments or SEDAR+ at www.sedarplus.ca. Security holders may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.



MANAGEMENT DISCUSSION OF FUND PERFORMANCE (in USD)

Investment Objective and Strategies

The Fund seeks to provide total returns comprised of interest income and modest capital growth by investing primarily in higher-yielding corporate debt securities issued by U.S. corporations.

To achieve its objectives, the portfolio manager invests primarily in debt securities issued by U.S. corporations that are rated below BBB(-) by Standard & Poor's or an equivalent rating agency. The portfolio manager employs a value-focused philosophy for corporate bonds, striving to invest in quality companies having stable to improving credit profiles, and which are considered to be undervalued given the current market sentiment.

Results of Operations

The Fund's net asset value was \$111 million as of June 30, 2023.

Over the past six months, the Fund's Series F units gained 4.4%. The Fund's return is after the deduction of fees and expenses. See the Financial Highlights section for the management expense ratios and the Past Performance section for the returns of any other series, which may vary because of differences in management fees and expenses.

High-yield bonds outperformed higher-quality bonds during the first half of the year, a period in which inflation eased and expectations increased that central banks were inching closer to halting the current cycle of interest-rate hikes. However, inflation remained higher than the U.S. Federal Reserve was comfortable with, and the ripple effect of several U.S. bank failures and tighter lending standards increased the risk of recession.

The premium that investors require to own corporate bonds, known as the spread, fell in January as prices of riskier assets rebounded from losses in 2022. In March, however, the banking crisis emerged, spreading fears of contagion and, in signs of rising investment risk, causing spreads to widen and bond prices to fall. This period of volatility proved short-lived as federal regulators stepped in, allowing high-yield bonds to recapture their gains and lower-quality high-yield bonds to outperform their higher-quality counterparts. Key support for the high-yield market came from a modest supply of newly issued bonds, a shrinking high-yield market due to companies being upgraded to investment grade, and healthy company balance sheets.

The Fund's returns were helped by holdings in cruise lines and cinemas, which benefited from strong demand for travel and experiences. The Fund's underweight position in certain underperforming telecommunications companies also benefited returns. Limiting returns was the Fund's exposure to cable and satellite companies.

Recent Developments

High-yield bonds continue to face an environment characterized by tighter financial conditions, slower growth and elevated recession risks. Defaults have increased and will likely approach levels closer to the longer-term average of 3% to 4%, in the view of the portfolio manager, and it is likely that investors will require higher yield premiums to own riskier bonds.

While valuations of high-yield bonds look reasonable, investors may not be receiving yields adequate to compensate for owning lower-rated corporate bonds in this more difficult macroeconomic environment. On the other hand, default rates on high-yield bonds remain low and companies are maintaining healthy balance sheets. With this backdrop in mind, the portfolio manager will continue to look for attractive opportunities while remaining cautious about the economic outlook.

Effective January 1, 2023, Suromitra Sanatani was appointed as Chair of the Independent Review Committee ("the IRC"). Effective February 1, 2023, Joanne Vézina was appointed as a member of the IRC. Effective March 1, 2023, Enrique Cuyegkeng was appointed as a member of the IRC.

Related-Party Transactions

Manager, Trustee and Portfolio Manager

RBC GAM is an indirect, wholly owned subsidiary of Royal Bank of Canada ("Royal Bank") and is the manager, trustee and portfolio manager of the Fund. RBC GAM is responsible for the Fund's day-to-day operations, holds title to the Fund's property on behalf of its unitholders, provides investment advice and portfolio management services to the Fund and appoints distributors for the Fund. RBC GAM is paid a management fee by the Fund as compensation for its services. The Fund pays a fixed administration fee to RBC GAM, which, in turn, pays certain operating expenses of the Fund. Both the management fee and fixed administration fee are calculated and accrued daily as a percentage of the net asset value of each series of units of the Fund. RBC GAM, as trustee, earns a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the Fund, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders switch between series of funds denominated in different currencies. The Fund also maintains bank accounts and overdraft provisions with Royal Bank for which Royal Bank may earn a fee. Affiliates of RBC GAM that provide services to the Fund in the course of their normal businesses are discussed below.



Distributors

RBC GAM, Royal Mutual Funds Inc., RBC Direct Investing Inc., RBC Dominion Securities Inc. and Phillips, Hager & North Investment Funds Ltd. are principal distributors of, or may distribute certain series of units of, the Fund. Dealers may receive an ongoing commission based on the total value of their clients' investment in certain series of units of the Fund.

Registrars

RBC GAM, RBC Investor Services Trust ("RBC IS") or Royal Bank (or a combination thereof) are the registrars of the Fund and keep records of who owns units of the Fund. The registrars earn a fee, which is paid by the manager from the fixed administration fee paid by the Fund.

Custodian

RBC IS is the custodian and holds the assets of the Fund. RBC IS earns a fee as the custodian, which is paid by the manager from the fixed administration fee paid by the Fund.

Securities Lending Agent

To the extent the Fund may engage in securities lending transactions, RBC IS may act as the Fund's securities lending agent. Any revenue earned on such securities lending is split between the Fund and the securities lending agent.

Other Related-Party Transactions

Pursuant to applicable securities legislation, the Fund relied on the standing instructions from the Independent Review Committee with respect to one or more of the following transactions:

Related-Party Trading Activities

- (a) trades in securities of Royal Bank;
- (b) investments in the securities of issuers for which a related-party dealer acted as an underwriter during the distribution of such securities and the 60-day period following the conclusion of such distribution of the underwritten securities to the public;
- (c) purchases of equity and debt securities from or sales of equity or debt securities to a related-party dealer, where it acted as principal; and

Inter-Fund Trading

- (d) purchases or sales of securities of an issuer from or to another investment fund or managed account managed by RBC GAM.

The applicable standing instructions require that Related-Party Trading Activities and Inter-Fund Trading be conducted in accordance with RBC GAM policy and that RBC GAM advise the Independent Review Committee of a material breach of any standing instruction. RBC GAM policy requires that an investment decision in respect of Related-Party Trading Activities (i) is made free from any influence of Royal Bank or its associates or affiliates and without taking into account any consideration relevant to Royal Bank or its affiliates or associates, (ii) represents the business judgment of the portfolio manager, uninfluenced by considerations other than the best interests of the Fund, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the Fund. RBC GAM policy requires that an investment decision in respect of Inter-Fund Trading is in the best interests of each Fund.



FINANCIAL HIGHLIGHTS (in USD)

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past six months (noted by June 30, 2023), and for the past five years or for the periods since inception. This information is derived from the Fund's unaudited interim financial statements and audited annual financial statements.

Change in Net Assets Per Unit

For the Year/ Period Ended	Net Assets Beginning of Year/Period	Increase (Decrease) from Operations ¹					Annual Distributions ²				Net Assets End of Year/Period	
		Total Revenue (Loss)	Total Expenses	Realized Gains (Losses)	Unrealized Gains (Losses)	Total	From Income (Excluding Dividends)	From Dividends	From Capital Gains	Return of Capital		
Series A												
June 30, 2023	8.18	0.28	(0.06)	(0.16)	0.29	0.35	(0.23)	—	—	—	(0.23)	8.28
Dec. 31, 2022	9.74	0.49	(0.12)	(0.51)	(1.03)	(1.17)	(0.42)	—	—	—	(0.42)	8.18
Dec. 31, 2021	9.74	0.47	(0.14)	0.20	(0.21)	0.32	(0.32)	—	—	—	(0.32)	9.74
Dec. 31, 2020	9.61	0.49	(0.13)	(0.18)	(0.66)	(0.48)	(0.35)	—	—	—	(0.35)	9.74
Dec. 31, 2019	8.82	0.51	(0.14)	(0.01)	0.79	1.15	(0.38)	—	(0.07)	—	(0.45)	9.61
Dec. 31, 2018	9.70	0.54	(0.14)	(0.07)	(0.72)	(0.39)	(0.44)	—	(0.06)	—	(0.50)	8.82
Series D												
June 30, 2023	8.16	0.28	(0.04)	(0.16)	0.28	0.36	(0.25)	—	—	—	(0.25)	8.26
Dec. 31, 2022	9.71	0.48	(0.09)	(0.50)	(1.28)	(1.39)	(0.46)	—	—	—	(0.46)	8.16
Dec. 31, 2021	9.72	0.47	(0.10)	0.20	(0.22)	0.35	(0.36)	—	—	—	(0.36)	9.71
Dec. 31, 2020	9.59	0.48	(0.10)	(0.18)	0.21	0.41	(0.38)	—	—	—	(0.38)	9.72
Dec. 31, 2019	8.80	0.52	(0.10)	(0.01)	0.84	1.25	(0.42)	—	(0.07)	—	(0.49)	9.59
Dec. 31, 2018	9.67	0.54	(0.10)	(0.07)	(0.72)	(0.35)	(0.47)	—	(0.06)	—	(0.53)	8.80
Series F												
June 30, 2023	8.23	0.28	(0.04)	(0.16)	0.27	0.35	(0.26)	—	—	—	(0.26)	8.33
Dec. 31, 2022	9.80	0.50	(0.08)	(0.52)	(0.99)	(1.09)	(0.47)	—	—	—	(0.47)	8.23
Dec. 31, 2021	9.80	0.47	(0.09)	0.20	(0.23)	0.35	(0.38)	—	—	—	(0.38)	9.80
Dec. 31, 2020	9.68	0.49	(0.08)	(0.18)	0.27	0.50	(0.41)	—	—	—	(0.41)	9.80
Dec. 31, 2019	8.88	0.52	(0.09)	(0.01)	0.80	1.22	(0.43)	—	(0.07)	—	(0.50)	9.68
Dec. 31, 2018	9.77	0.54	(0.08)	(0.07)	(0.71)	(0.32)	(0.49)	—	(0.06)	—	(0.55)	8.88
Series O												
June 30, 2023	8.15	0.28	—	(0.16)	0.26	0.38	(0.29)	—	—	—	(0.29)	8.25
Dec. 31, 2022	9.71	0.49	—	(0.51)	(1.11)	(1.13)	(0.55)	—	—	—	(0.55)	8.15
Dec. 31, 2021	9.72	0.47	—	0.20	(0.21)	0.46	(0.47)	—	—	—	(0.47)	9.71
Dec. 31, 2020	9.59	0.48	—	(0.18)	0.47	0.77	(0.47)	—	—	—	(0.47)	9.72
Dec. 31, 2019	8.80	0.52	—	(0.01)	0.85	1.36	(0.51)	—	(0.07)	—	(0.58)	9.59
Dec. 31, 2018	9.68	0.53	—	(0.07)	(0.68)	(0.22)	(0.57)	—	(0.06)	—	(0.63)	8.80

¹ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

² Distributions are reinvested in additional units of the Fund or paid in cash.



FINANCIAL HIGHLIGHTS (in USD) (cont.)

Ratios and Supplemental Data

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) ¹	MER Before Absorption (%) ¹	Portfolio Turnover Rate (%) ²	Trading Expense Ratio (%) ³
Series A							
June 30, 2023	8.28	3 082	372	1.42	1.42	51.11	—
Dec. 31, 2022	8.18	3 068	375	1.43	1.43	73.20	—
Dec. 31, 2021	9.74	4 715	484	1.43	1.43	44.57	—
Dec. 31, 2020	9.74	5 696	585	1.43	1.43	77.69	—
Dec. 31, 2019	9.61	9 884	1 028	1.46	1.46	59.08	—
Dec. 31, 2018	8.82	3 748	425	1.44	1.44	42.56	—
Series D							
June 30, 2023	8.26	756	91	1.02	1.02	51.11	—
Dec. 31, 2022	8.16	733	90	1.04	1.04	73.20	—
Dec. 31, 2021	9.71	1 959	202	1.04	1.04	44.57	—
Dec. 31, 2020	9.72	1 843	190	1.05	1.05	77.69	—
Dec. 31, 2019	9.59	2 065	215	1.05	1.05	59.08	—
Dec. 31, 2018	8.80	1 505	171	1.04	1.04	42.56	—
Series F							
June 30, 2023	8.33	5 673	681	0.87	0.87	51.11	—
Dec. 31, 2022	8.23	5 850	711	0.88	0.88	73.20	—
Dec. 31, 2021	9.80	5 862	598	0.89	0.89	44.57	—
Dec. 31, 2020	9.80	3 623	370	0.91	0.91	77.69	—
Dec. 31, 2019	9.68	3 439	355	0.90	0.90	59.08	—
Dec. 31, 2018	8.88	2 516	283	0.89	0.89	42.56	—
Series O							
June 30, 2023	8.25	101 458	12 293	0.03	0.03	51.11	—
Dec. 31, 2022	8.15	96 453	11 834	0.03	0.03	73.20	—
Dec. 31, 2021	9.71	189 875	19 547	0.03	0.03	44.57	—
Dec. 31, 2020	9.72	163 176	16 788	0.04	0.04	77.69	—
Dec. 31, 2019	9.59	127 018	13 242	0.04	0.04	59.08	—
Dec. 31, 2018	8.80	105 811	12 024	0.03	0.03	42.56	—

¹ The management expense ratio ("MER") is based on the direct expenses charged to the Fund and the Fund's proportionate share of the expenses of underlying funds, if any, for the stated period, excluding commissions and other portfolio transaction costs, and is expressed as an annualized percentage of the daily average net asset value during the period. RBC GAM may, at its discretion and without notice to unitholders, waive or absorb certain operating expenses. MER includes the waiver or absorption by RBC GAM of certain operating expenses, while the MER before absorption shows the MER prior to operating expenses being waived or absorbed by RBC GAM.

² The Fund's portfolio turnover rate gives an indication of the level of activity employed by the portfolio manager. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher the Fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of the Fund. The portfolio turnover rate is not applicable to money market funds.

³ The trading expense ratio represents total commissions and other portfolio transaction costs of the Fund and the Fund's proportionate share of such costs of underlying funds expressed as an annualized percentage of daily average net asset value during the period. The trading expense ratio is not applicable to fixed-income transactions.

Management Fees and Administration Fees

Management fees and administration fees of each series of the Fund are payable to RBC GAM and calculated at the following annual percentages, before GST/HST, of the daily net asset value of each series of the Fund. The management fee, breakdown of services received in consideration of the management fee, as a percentage of the management fee, and the administration fee for each series are as follows:

	Management Fees	Breakdown of Services		Administration Fees
		Distribution	Other*	
Series A	1.25%	40%	60%	0.05%
Series D	0.90%	17%	83%	0.05%
Series F	0.75%	—	100%	0.05%
Series O	n/a	n/a	n/a	0.02%

Series O – no management fees are paid by the Fund with respect to Series O units. Series O unitholders pay a negotiated fee directly to RBC GAM for investment-counselling services.

* Includes all costs related to management, trustee, investment advisory services, general administration and profit.

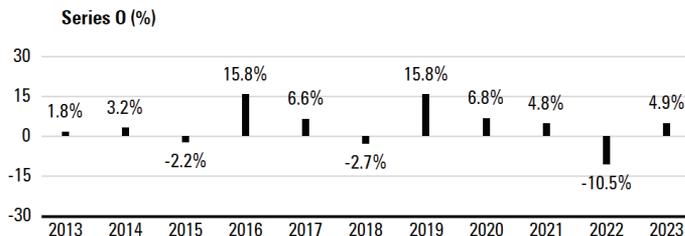
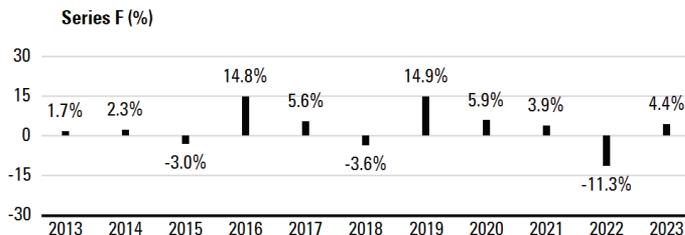
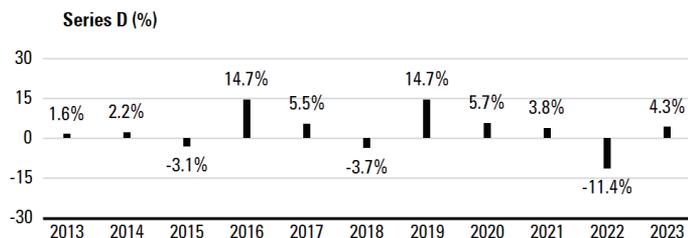
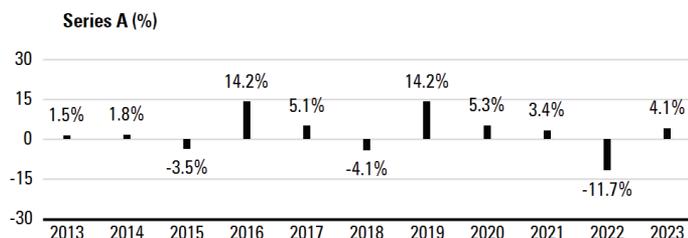


PAST PERFORMANCE (in USD)

The performance information shown assumes that all distributions made by the Fund in the periods shown were reinvested in additional units of the Fund and would be lower if distributions were not reinvested. The performance information does not take into account sales, redemption, distribution, optional charges or income taxes payable that would have reduced returns or performance. Past performance does not necessarily indicate how the Fund may perform in the future. A fund with more than 10 years of performance history is only permitted to disclose the past 10 years.

Year-by-Year Returns (%)

The bar chart indicates the Fund's performance for each of the years shown, and illustrates how the Fund's performance has changed from year to year. The bar chart shows, in percentage terms, how much an investment made on the first day of each financial year would have grown or decreased by the end of the financial year or interim period.



Series A, Series D, Series F and Series O units have been available for sale to unitholders since October 21, 2013.

Inception dates are not provided for series that have been in existence for more than 10 years.

For the 12-month periods ended December 31 and the six-month period ended June 30, 2023.



SUMMARY OF INVESTMENT PORTFOLIO (in USD)

(after consideration of derivative products, if any)

As at June 30, 2023

Investment Mix

	% of Net Asset Value
United States	64.4
Canada	20.5
Netherlands	3.0
United Kingdom	2.8
Supranational	2.1
France	1.5
Luxembourg	0.3
Other Countries	2.1
Cash/Other	3.3

Top 25 Holdings

	% of Net Asset Value
Cash & Cash Equivalents	2.5
Ford Motor Credit Co. LLC 5.113% May 03, 2029	1.6
CCO Holdings LLC / CCO Holdings Capital Corp. 4.500% Aug 15, 2030	1.5
Unit Corp.	1.4
Tenet Healthcare Corp. 6.750% May 15, 2031	1.4
Mattamy Group Corp. 5.250% Dec 15, 2027	1.2
Seagate HDD Cayman 9.625% Dec 01, 2032	1.1
Videotron Ltd. 4.500% Jan 15, 2030	1.0
Virgin Media Secured Finance Plc. 5.500% May 15, 2029	1.0
Calpine Corp. 5.000% Feb 01, 2031	1.0
Post Holdings Inc. 5.500% Dec 15, 2029	0.9
Builders FirstSource Inc. 5.000% Mar 01, 2030	0.9
OI European Group BV 4.750% Feb 15, 2030	0.9
Albertsons Companies Inc. / Safeway Inc. 4.875% Feb 15, 2030	0.9
EnLink Midstream LLC 6.500% Sep 01, 2030	0.8
National Bank of Canada 7.500% Nov 16, 2082	0.8
Cinemark USA Inc. 5.250% Jul 15, 2028	0.8
CSC Holdings LLC 5.500% Apr 15, 2027	0.8
Directv Financing LLC / Directv Financing Co-Obligor Inc. 5.875% Aug 15, 2027	0.8
Hilton Domestic Operating Co. Inc. 3.625% Feb 15, 2032	0.8
Rogers Communications Inc. 5.000% Dec 17, 2081	0.8
Rockcliff Energy II LLC 5.500% Oct 15, 2029	0.7
Ford Credit Canada Co. 6.777% Sep 15, 2025	0.7
Keyera Corp. 6.875% Jun 13, 2079	0.7
MGM Resorts International 5.500% Apr 15, 2027	0.7
Top 25 Holdings	25.7

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund and a quarterly update is available at www.rbcgam.com/regulatorydocuments.