



FIXED-INCOME ETF

## RBC CANADIAN ULTRA SHORT TERM BOND ETF

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March 31, 2026

**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 May 7, 2026.

### **A Note on Forward-looking Statements**

This report may contain forward-looking statements about the ETF, its future performance, strategies or prospects, and possible future ETF 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 ETF 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 ETF. 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.

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*This interim management report of fund performance ("MRF") contains financial highlights but does not contain either the complete interim financial statements or the complete annual financial statements of the ETF. You can get a copy of the financial statements at your request, and at no cost, by calling 1-855-RBC-ETFS (722-3837), 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](http://www.rbcgam.com/regulatorydocuments) or SEDAR+ at [www.sedarplus.ca](http://www.sedarplus.ca). Security holders may also contact us using one of these methods to request a copy of the ETF's proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure.*



## MANAGEMENT DISCUSSION OF FUND PERFORMANCE

### Investment Objective and Strategies

The ETF seeks to provide regular income while preserving capital by investing primarily in a diversified portfolio of short-term fixed-income securities issued by Canadian corporations that have a remaining term to maturity of 12 months or less. RBC GAM's decision to invest in each bond is based on RBC GAM's assessment of each bond's key characteristics, including term to maturity, credit quality, yield to maturity and duration, while also considering issuer diversification within the portfolio.

### Results of Operations

The ETF was launched on April 2, 2025, and its net asset value was \$60 million as of March 31, 2026. Investment performance is not provided for a fund that has been available for less than one year.

### Recent Developments

The situation in the Middle East has clouded the economic picture. Higher energy prices are bad for price inflation, which is negative for bond prices, while higher-for-longer oil and/or U.S. tariffs could slow economic growth. As a result, the Bank of Canada is unlikely to make any changes to interest rates over the next six months, which should keep zero- to one-year bond yields and prices from moving too far up or down. Low default rates and stable corporate earnings continue to support ultra short corporate bonds. Corporate bond valuations have cheapened but are still expensive by historical standards. However, the increase in bond yield to maturity makes fixed income more attractive. The impact of AI on high grade fixed income is too early to accurately forecast.

Effective January 1, 2026, Brenda Eaton was appointed as Chair of the Independent Review Committee (the "IRC") following the retirement of Suromitra Sanatani on December 31, 2025, who had served as a dedicated member of the IRC since 2017. Effective January 1, 2026, Geoffrey D. Creighton was appointed as a new 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 ETF. RBC GAM is responsible for the ETF's day-to-day operations, holds title to the ETF's property on behalf of its unitholders, and provides investment advice and portfolio management services to the ETF. RBC GAM is paid a management fee by the ETF as compensation for its services. The management fee is calculated and accrued on a daily basis and is based on a percentage of the net asset value of the ETF.

RBC GAM or its affiliates may earn fees and spreads in connection with various services provided to, or transactions with, the ETF, such as banking, brokerage, securities lending, foreign exchange and derivatives transactions. RBC GAM or its affiliates may earn a foreign exchange spread when unitholders buy and sell ETF units denominated in different currencies. The ETF may also maintain 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 ETF in the course of their normal businesses are discussed below.

#### *Custodian and Valuation Agent*

RBC Investor Services Trust ("RBC IS") is the custodian and valuation agent and holds the assets of the ETF and provides administrative services to the ETF. RBC IS earns a fee for these services, which is paid by the manager from the management fee paid by the ETF.

#### *Designated Broker*

RBC GAM has entered into an agreement with RBC Dominion Securities Inc., an affiliate of RBC GAM, to act as designated broker and/or authorized dealer for the distribution of units of the ETF, on terms and conditions that are comparable to arm's length agreements in the ETF industry. The material terms and conditions of the agreement have been disclosed in the ETF's Prospectus.

#### *Securities Lending Agent*

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

#### *Other Related-Party Transactions*

Pursuant to applicable securities legislation, the ETF 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 debt securities from or sales of debt securities to a related-party dealer, where it acted as principal.



The applicable standing instructions require that Related-Party Trading Activities 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 ETF, (iii) is in compliance with RBC GAM policies and procedures, and (iv) achieves a fair and reasonable result for the ETF.



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## FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the ETF and are intended to help you understand the ETF's financial performance for the past six months (noted by March 31, 2026), and for the past five financial years or for the periods since inception. This information is derived from the ETF'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 <sup>1</sup>					Annual Distributions <sup>2</sup>					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	Total	
<b>Mar. 31, 2026</b>	<b>49.98</b>	<b>0.83</b>	<b>(0.06)</b>	<b>(0.02)</b>	<b>(0.18)</b>	<b>0.57</b>	<b>(0.85)</b>	–	–	–	<b>(0.85)</b>	<b>49.79</b>
Sep. 30, 2025 <sup>3</sup>	50.00 <sup>†</sup>	0.84	(0.05)	(0.04)	0.06	0.81	(0.81)	–	–	–	(0.81)	49.98

<sup>1</sup> 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.

<sup>2</sup> Distributions are either paid in cash, reinvested in additional units of the ETF, or both.

<sup>3</sup> From March 18, 2025.

<sup>†</sup> Initial offering net asset value per unit.

### Ratios and Supplemental Data

As at	Net Asset Value Per Unit (\$)	Net Asset Value (\$000s)	Number of Units Outstanding (000s)	Management Expense Ratio (%) <sup>1</sup>	MER Before Absorption (%) <sup>1</sup>	Portfolio Turnover Rate (%) <sup>2</sup>	Trading Expense Ratio (%) <sup>3</sup>	Closing Market Price (\$)
<b>Mar. 31, 2026</b>	<b>49.79</b>	<b>59,746</b>	<b>1,200</b>	<b>0.23</b>	<b>0.23</b>	<b>98.31</b>	–	<b>49.80</b>
Sep. 30, 2025 <sup>4</sup>	49.98	27,489	550	0.23	0.23	26.10	–	49.99

<sup>1</sup> The management expense ratio ("MER") is based on the direct expenses charged to the ETF and the ETF'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.

<sup>2</sup> The ETF'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 ETF buying and selling all of the securities in its portfolio once in the course of the year. The higher the ETF's portfolio turnover rate in a year, the greater the trading costs payable by the ETF 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 ETF.

<sup>3</sup> The trading expense ratio represents total commissions and other portfolio transaction costs of the ETF and the ETF'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.

<sup>4</sup> From March 18, 2025.

### Management Fees

RBC GAM is the manager, trustee and portfolio manager of the ETF. RBC GAM is paid a management fee per annum of the net asset value by the ETF as compensation for its services. The management fee of the ETF is calculated at 0.20% annually, before GST/HST, of the daily net asset value of the ETF.

### PAST PERFORMANCE

Investment performance in respect of an ETF that has been available for less than one year is not provided. The ETF was launched April 2, 2025.



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## SUMMARY OF INVESTMENT PORTFOLIO

(after consideration of derivative products, if any)

As at March 31, 2026

### Investment Mix

	% of Net Asset Value
Financials	64.2
Real Estate	17.4
Energy	10.9
Industrials	4.3
Securitized Debt	2.3
Cash/Other	0.9

### Top 25 Holdings

	% of Net Asset Value
Royal Bank of Canada 2.140% Nov 03, 2031, FRN	7.2
Pembina Pipeline Corp. 3.710% Aug 11, 2026	6.6
H&R Real Estate Investment Trust 2.906% Jun 02, 2026	6.6
Canadian Imperial Bank of Commerce 4.900% Apr 02, 2027, FRN	6.5
Mercedes-Benz Finance Canada Inc. 5.140% Jun 29, 2026	5.6
Bank of Montreal 3.650% Apr 01, 2027	5.4
Sun Life Financial Inc. 2.460% Nov 18, 2031, FRN	5.4
National Bank of Canada 3.637% Oct 07, 2027, FRN	5.3
iA Financial Corp. Inc. 3.072% Sep 24, 2031, FRN	4.7
SmartCentres Real Estate Investment Trust 3.444% Aug 28, 2026	4.6
Dream Industrial Real Estate Investment Trust 2.539% Dec 07, 2026	4.6
Toronto-Dominion Bank 3.060% Jan 26, 2032, FRN	4.4
Waste Management of Canada Corp. 2.600% Sep 23, 2026	4.3
Equitable Bank 3.920% Sep 24, 2026	4.2
Bank of Nova Scotia 2.950% Mar 08, 2027	3.8
Hyundai Capital Canada Inc. 2.008% May 12, 2026	3.4
Fortified Trust 1.964% Oct 23, 2026	2.3
VW Credit Canada Inc. 2.450% Dec 10, 2026	2.3
TransCanada PipeLines Ltd. 3.800% Apr 05, 2027	2.1
Brookfield Renewable Partners ULC 3.630% Jan 15, 2027	2.1
Daimler Truck Finance Canada Inc. 2.460% Dec 15, 2026	2.0
Fairfax Financial Holdings Ltd. 4.700% Dec 16, 2026	1.8
RioCan Real Estate Investment Trust 1.974% Jun 15, 2026	1.7
Ford Credit Canada Co. Cie Credit Ford Du Canada 7.375% May 12, 2026	1.5
Great-West Lifeco Inc. 3.600% Dec 31, 2081, FRN	0.9
<b>Top 25 Holdings</b>	<b>99.3</b>

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the ETF and a quarterly update is available at [www.rbcgam.com/regulatorydocuments](http://www.rbcgam.com/regulatorydocuments).