



RBC \$U.S. Short-Term Corporate Bond Fund

Investment Objective

To provide regular monthly income with the potential for modest capital growth. The fund invests primarily in a well-diversified portfolio of short-term fixed-income securities issued in the U.S. market by U.S. and foreign corporations either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate of RBC GAM.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF409
Adv	Low Load	USD	RBF4409
Adv	No Load	USD	RBF6409

Inception Date	January 2018
Total Fund Assets \$Mil	128.2
Series A NAV \$	10.13
Series A MER %	0.95
Benchmark	Bloomberg Barclays U.S. 1-5 Year Corporate Bond Index (USD)

Income Distribution	Monthly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

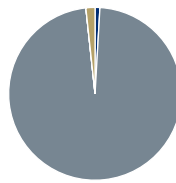
Fund Category	Global Corporate Fixed Income
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Management Company	RBC Global Asset Management Inc.
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Web Site	www.rbcgam.com
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Portfolio Analysis as of July 31, 2019

Asset Mix



	% Assets
Cash	0.9
Fixed Income	97.4
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	1.7

Fixed Income Breakdown

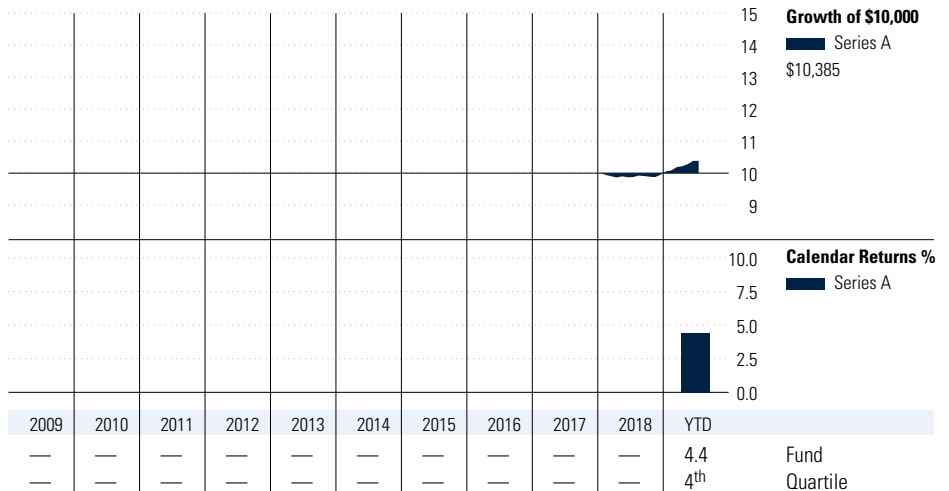
	% Fixed Income
Government Bonds	0.0
Corporate Bonds	100.0
Other Bonds	0.0
Mortgage Backed Securities	0.0
ST Investments (Cash & Other)	0.0
Asset Backed Securities	0.0

Bond Rating	%	Term to Maturity	%
Cash / Cash Equiv.	0.0	Under 1 year	5.4
AAA	0.0	1 - 5 Yrs	90.3
AA	7.2	5 - 10 Yrs	4.3
A	30.3	Over 10 Yrs	0.0
BBB	62.5		
Below BBB	0.0	Avg. Term to maturity (Yrs)	3.0
Mortgages	0.0	Duration (Yrs)	2.6
NR/NA	0.0	Yield to Maturity	2.6

Geographic Allocations

	% Assets
Canada	0.0
United States	100.0
International (ex-Emerging Markets)	0.0
Emerging Markets	0.0

Performance Analysis as of July 31, 2019



	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
	0.0	1.7	3.3	5.1	—	—	—	2.4	Fund
	3 rd	4 th	4 th	3 rd	—	—	—	—	Quartile
	135	135	134	129	94	71	13	—	No. of Funds in Category



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Management Overview

Manager Bios

Brandon Swensen

RBC Global Asset Management (U.S.) Inc.

Brandon Swensen oversees our fixed income research, portfolio management and trading. In addition to shaping our overall fixed income philosophy and process, he is a portfolio manager for several of our cash management and core solutions. Brandon joined RBC GAM-US in 2000 and most recently was a portfolio manager on the mortgage and government team before being promoted to Co-Head. He also held research analyst positions covering asset-backed securities and credit and served as a financial analyst for the firm.

James Weinand

RBC Global Asset Management (U.S.) Inc.

Jim Weinand is a portfolio manager in our fixed income group. He researches the telecommunications, media, technology, consumer, health care and REIT sectors of the corporate market. Before joining the firm in 2010, Jim conducted high yield credit and quantitative equity research at Columbia Management. He earned a BS in finance from the University of Minnesota, Carlson School of Management and is a CFA charterholder.

Performance Analysis Cont'd as of July 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.11	0.11	—	—	—	—	—	—	—	—	—
Interest	0.11	0.11	—	—	—	—	—	—	—	—	—
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	6-2019	5.2	—	—	—	—	—	—
Worst	1-2019	0.5	—	—	—	—	—	—
Average		3.2		—		—		—
No. of Periods		7		—		—		—
Pct. Positive		100.0		—		—		—

* Distributions are characterized into income type at year-end.

Commentary as at June 30, 2019

Strong returns in U.S. investment-grade corporate bonds were driven by a combination of falling Treasury-bond yields and a narrowing gap between Treasury yields and the premium required by investors to own corporate bonds. Bond yields fell as the U.S. Federal Reserve (the "Fed") signaled an end to the current round of interest-rate hikes amid concerns about slowing global growth increased. Investors viewed the Fed's shift as a positive sign for supporting economic growth and corporate profitability, translating into increased demand for corporate bonds.

Investment-grade bonds of lower credit quality performed better than their higher-rated counterparts, while longer-dated bonds outperformed fixed-income securities with shorter maturities. The Fund benefited from an overweight position in lower-rated securities and large issuers. The top individual contributors to the Fund's performance were Bank of America and Anheuser-Busch InBev, which announced that it was cutting dividends to focus on debt reduction.

The absence from the portfolio of Ford Motor and General Electric had a negative impact on returns, as the companies' bonds outperformed during the period.

Escalating trade tensions between the U.S. and China remain the primary risk to financial markets and the sub-advisor expects volatility to continue until greater clarity is achieved on this issue. As a result, the sub-advisor favours companies with a domestic focus and that operate in industries whose earnings tend to be less exposed to the ebb and flow of economic growth. The Fund's primary focus is on security selection in the belief that interest-rate movements are difficult to call. The Fund remains overweight in the Utilities sector and banks, where industry regulations are favorable to bondholders. The portfolio has less exposure to companies in the consumer and technology sectors, for which risks related to trade are more concerning.



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Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

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MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of data at the time of publication.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

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.

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Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4).

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