



# RBC Premium Money Market Fund

## Investment Objective

To provide current income and liquidity consistent with short-term money market rates and to preserve the value of your investment. The fund invests primarily in high quality, short-term (one year or less) debt securities, including treasury bills and promissory notes issued or guaranteed by Canadian governments or their agencies, bankers acceptances, asset-backed commercial paper and commercial paper issued by Canadian chartered banks, loan companies, trust companies and corporations.

## Fund Details

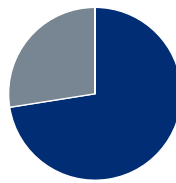
Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF447
Inception Date		March 1997	
Total Fund Assets \$Mil		1,411.7	
Series A Current Yield%		1.54	
Series A MER %		0.35	
Benchmark		50% FTSE Canada 30 Day T-Bill Index 50% FTSE Canada 60 Day T-Bill Index	
Income Distribution		Monthly	
Capital Gains Distribution		N/A	
Sales Status		Open	
Min. Investment \$		100,000	
Subsequent Investment \$		100	
Fund Category		Canadian Money Market	
Management Company		RBC Global Asset Management Inc.	
Web Site		www.rbcgam.com	

## Notes

The Fund paid \$0.20 in notional capital gains in 2018 which is not captured in the total distributions for the year. Total distribution (including the notional distribution) for 2018 was \$0.44.

## Portfolio Analysis as of August 31, 2019

### Asset Mix



	% Assets
Cash	72.5
Fixed Income	27.5
Canadian Equity	0.0
US Equity	0.0
International Equity	0.0
Other	0.0

### Term to Maturity

	%
0 - 30 days	32
31 - 60 days	15
61 - 90 days	22
90 + days	31
Avg. Term to maturity (days)	68

### Cash Breakdown

	Cash (%)
Treasury Bills	0.0
Provincial Bills	5.0
Bankers Acceptance	35.0
Commercial Paper	60.0
Bank Deposits	0.0

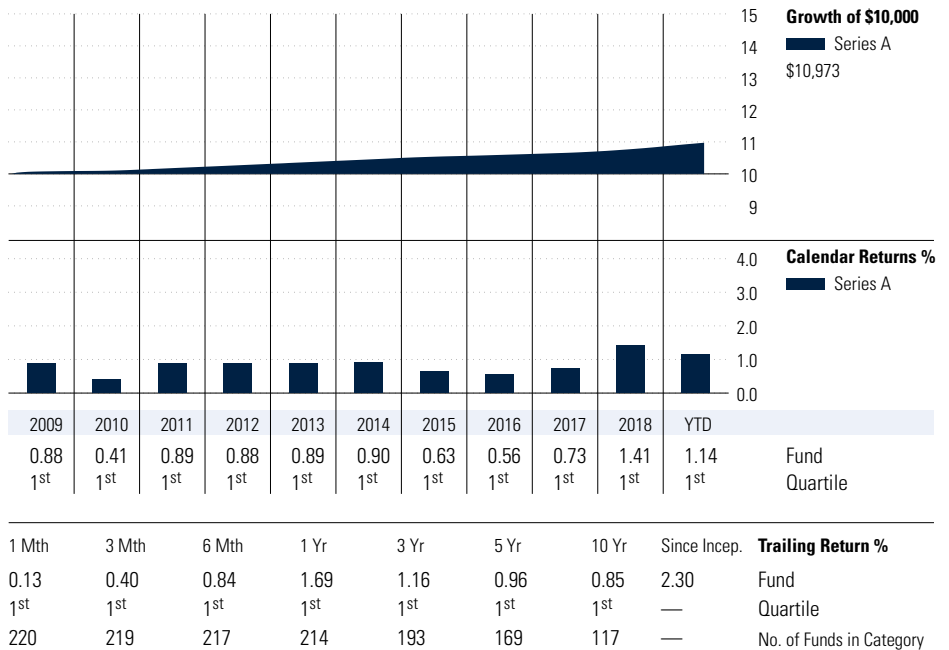
### Credit Quality

	%
R1 High	73.8
R1 Medium	16.1
R1 Low	10.2
Avg. Rating	R1H

### Top 10 Holdings

	% Assets
Clarity Trust 1.950% 03-01-2020	3.4
Toronto-Dominion Bank 1.828% 06-09-2019	3.2
Safe Trust Sr 1996-1 1.921% 18-11-2019	3.0
Bnp Paribas Capital Tr 1.899% 10-09-2019	2.5
Bank Of Montreal 1.816% 20-09-2019	2.3
Bank of Nova Scotia 1.82% 29-10-2019	2.2
Toronto-Dominion Bank 1.860% 23-03-2020	2.0
Bay Street Fding Tr A 2.079% 20-12-2019	1.9
Bank of Nova Scotia 1.82% 19-09-2019	1.9
CIBC 2.045% 09-09-2019	1.8
Total % of Top 10 Holdings	24.2
Total Number of Stock Holdings	0
Total Number of Bond Holdings	30
Total Number of Other Holdings	102
<b>Total Number of Holdings</b>	<b>132</b>

## Performance Analysis as of August 31, 2019





# RBC Premium Money Market Fund

## Management Overview

### Manager Bios

**Walter Posiewko**

**RBC Global Asset Management Inc.**

Walter Posiewko is Vice President and Senior Portfolio Manager, Global Fixed Income and Money Markets. He has been in the investment industry since 1985.

### Performance Analysis Cont'd as of August 31, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.11	0.14	0.07	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09
Interest	0.11	0.14	0.07	0.06	0.06	0.09	0.09	0.09	0.09	0.04	0.09
Dividends	—	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	3-2001	5.51	4-2001	5.05	3-2002	4.40	2-2008	3.67
Worst	7-2010	0.23	4-2012	0.61	4-2014	0.72	2-2019	0.81
Average		2.31		2.27		2.21		2.24
No. of Periods		258		234		210		150
Pct. Positive		100.00		100.00		100.00		100.00

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

### Commentary as at June 30, 2019

The Canadian economy decelerated early in the period, making the Bank of Canada (the "BOC") less inclined to pursue interest-rate increases and instead delay rate hikes until there was evidence of faster domestic growth. More broadly, the global economy slowed in the first quarter, as trade frictions between the U.S. and China intensified, the eurozone economy slowed and the U.K. struggled to resolve Brexit. The U.S. Federal Reserve was under pressure to abandon tighter monetary policy, as waning U.S. economic momentum reduced inflationary pressures. In this environment, Canadian money-market yields fell alongside U.S. interest rates.

The portfolio manager continued to manage the Fund based on the assumption that BOC would at some point cut interest rates. However, this positioning did not offer the opportunity to obtain the extra yield that usually comes with a preference for longer-term securities, as longer-dated yields were mostly equal to short-term yields. The Fund's asset allocation was little changed, as higher yielding asset-backed

commercial paper continued to provide the most attractive terms. Commercial-paper issuance was weak and issuance of bank paper continued to be lighter than usual. The fulfillment of regulatory fund liquidity was achieved through the active management of maturities, as well as holdings of government securities.

Many major central banks appear primed to lower interest rates and more generally stimulate borrowing in support of economic growth. The Canadian economy, in contrast, appears to be holding up relatively well, making it unlikely, in the view of the portfolio manager, that the BOC will cut rates anytime soon. But it is also fairly certain, in the view of the portfolio manager, that policymakers will not be raising short-term rates anytime soon. Accordingly, the portfolio manager is assuming an outlook in which yields will be pressured downwards and investors do not get adequately compensated for investing in longer-term instruments.



# RBC Premium Money Market Fund

## 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.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

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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