Tapping corporate bond potential around the world

The RBC Global Corporate Bond Fund invests in high-quality corporate bonds with exposure to high-yield and emerging-market bonds to increase diversification and enhance yields within a fixed-income portfolio.

**Why invest in corporate bonds?**

- With interest rates at historical lows, government bonds and GICs do not offer investors the same yields they experienced in the 1980s and 1990s. Historically, corporate bonds have enabled investors to access higher yields than those available from government bonds.

**Why invest in global corporate bonds?**

- The global nature of this fund allows the portfolio managers to take advantage of corporate bond opportunities in Canada, the U.S., Europe, and the Emerging Markets (see chart on right).
- Although the fund invests primarily in investment grade bonds, the risk profile allows for a moderate exposure to both high yield and emerging market debt which often provide higher return potential (see chart on right).
- Diversifying your fixed-income portfolio to include corporate bonds can enhance yields and provide added diversification that has the potential to smooth returns over time.

**Why the RBC Global Corporate Bond Fund?**

- The fund provides a better solution than individuals can achieve on their own. Individual investors have limited access to the corporate bond market and may not have sufficient assets to hold more than one or two individual bonds. This can result in increased exposure to company, industry or country specific risks. Additionally, mutual funds can often negotiate better prices than individual investors when purchasing bonds.
- The fund manages risk in the search for higher yields. The RBC Global Corporate Bond Fund is guided by a team of portfolio managers and credit analysts dedicated to the corporate bond market. By drawing on their expertise, the fund helps investors effectively manage risk through a well-diversified portfolio.
Fund facts

What the RBC Global Corporate Bond Fund invests in

- High-quality holdings consisting primarily of debt securities from around the world with up to 30% exposure to high-yield and emerging-market bonds
- Quality companies that have stable or improving credit profiles and bonds that are considered to be undervalued relative to general market conditions applying a value-focused philosophy
- A diverse range of issuers, industries, countries and credit ratings to reduce volatility and maintain optimal returns

Appropriate for investors who

- Seek a combination of income and modest capital growth potential
- Seek higher yields than what is available from money market funds, GICs or government bonds
- Want to diversify the fixed-income portion of their portfolio
- Have a medium- to long-term investment time horizon and can tolerate medium investment risk

Investment objectives

- To provide a high level of interest income with the potential for modest capital growth
- To provide access to investment-grade corporate debt securities around the world, with some exposure to high-yield and emerging-market debt

Portfolio manager profile

Frank Gambino, CFA
Vice President and Senior Portfolio Manager
Global Fixed Income and Currencies
RBC Asset Management Inc.

- Experienced in the investment industry since 1990
- Responsible for managing investment-grade and high-yield corporate bond investments for a wide range of fixed-income products
- Supported by a team of fixed-income portfolio managers and credit analysts dedicated to the corporate bond market

Invest with confidence

The RBC Funds® family offers a comprehensive lineup of mutual funds designed to deliver effective investment solutions to help investors build better portfolios. Our funds are backed by the strength of the experienced investment team at RBC Asset Management Inc. Led by Chief Investment Officer Dan Chornous, RBC Funds are managed according to a rigorous investment philosophy and management process. RBC Asset Management® provides a broad range of investment services to investors through mutual funds, pooled funds and separately managed portfolios. With over $80 billion in assets under management and offices in several financial centres around the world, RBC Asset Management is one of Canada’s largest money managers.

To find out more about the comprehensive lineup of RBC Funds, contact your advisor.

Please consult your advisor and read the prospectus before investing. There may be commissions, trailing commissions, management fees and expenses associated with mutual fund investments. Mutual funds are not guaranteed; their values change frequently, and past performance may not be repeated.

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