

PH&N High Yield Bond Fund



Investment objective

To provide a high level of income and the opportunity for capital appreciation by investing primarily in a well-diversified portfolio of fixed income securities issued by Canadian and/or foreign corporations and governments. The Fund emphasizes a strong quality bias, as well as a preference for larger holdings in large-cap Canadian issuers. The investment team's portfolio construction process is mainly "bottom up"; the team searches for improving BBB- and BB-rated issuers with attractive valuation characteristics and strong fundamentals. The team then applies a "top down" screen as a risk-management measure in order to ensure the overall portfolio is reasonably balanced.

Fund details

Series	Currency	Fund code
O	CAD	RBF8285

Inception date October 2002

Total fund assets \$MM 12,545.2

Benchmark

100% FTSE Canada Short-Term Overall Bond Index

Notes

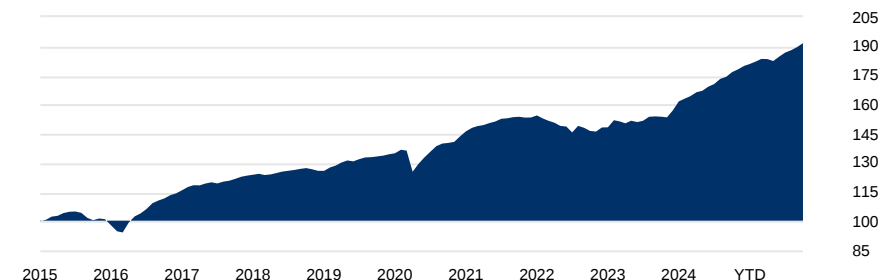
Units of this fund are not available for purchase by new investors. Existing investors who hold units of the fund can continue to make additional investments into the fund.

Inception to Oct 1, 2023, the benchmark is FTSE Canada Universe Bond Index. After October 1, 2023, the benchmark is FTSE Canada Short-Term Overall Bond Index.

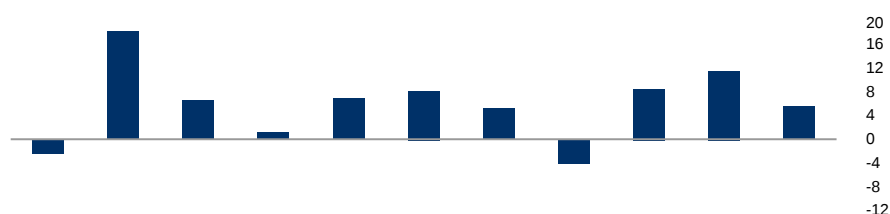
Performance analysis as of September 30, 2025

Growth of \$100,000

Series O \$191,630



Calendar returns %

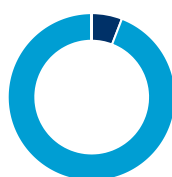


2015	2016	2017	2018	2019	2020	2021	2022	2023	2024	YTD	
-2.2	18.5	6.9	1.6	7.2	8.4	5.6	-4.0	9.0	11.9	5.9	Fund
3.5	1.7	2.5	1.4	6.9	8.7	-2.5	-11.7	2.6	5.7	3.5	Benchmark

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
1.1	2.6	4.5	8.5	9.4	6.4	6.7	8.0	Fund
0.8	1.3	1.8	4.2	4.0	-0.6	1.8	—	Benchmark

Portfolio analysis as of September 30, 2025

Asset mix



	% Assets
● Cash	5.9
● Fixed income	94.1
● Canadian equities	0.0
● U.S. equities	0.0
● European equities	0.0
● Asia-Pacific equities	0.0
● Emerging markets equities	0.0

Fixed income characteristics

Yield to maturity (%)	4.8
Current yield (%)	5.8
Duration (years)	2.8
Average term to maturity (years)	3.7
Average credit rating	BB

Fixed income breakdown

	%
Government Bonds	0.0
Corporate Bonds	94.7
Other Bonds	0.0
Securitized Debt	0.0
ST Investments (Cash & Other)	5.3
Direct Mortgages	0.0

Risk measures	Fund	Benchmark
3-year standard deviation	2.8	4.2
5-year standard deviation	3.3	5.3

Portfolio analysis continued as of September 30, 2025

Top 25 holdings	% Assets	Credit ratings	%	Fixed income geographic allocation	%
TELUS Corp 6.250% Jul 21, 2055	5.2	Cash/Cash Equiv.	5.3	Canada	90.8
Brookfield Property REIT Inc / BPR Cumulus LLC / BPR Nimbus LLC / GGSI Sellco LL 5.750% May 15, 2026	4.1	AAA	0.0	United States	9.2
Bell Telephone Co of Canada or Bell Canada 5.625% Mar 27, 2055	4.1	AA	0.0	International (ex-Emerging Markets)	0.0
Rogers Communications Inc 5.000% Dec 17, 2081	4.0	A	0.0	Emerging Markets	0.0
TELUS Corp 6.750% Jul 21, 2055	3.8	BBB	26.9		
		Below BBB	67.8		
		Mortgages	0.0		
		Other	0.0		
Inter Pipeline Ltd/AB 6.875% Mar 26, 2079	3.5				
TransCanada PipeLines Ltd 5.200% Feb 15, 2056	3.5				
Brookfield Property Finance ULC 7.125% Feb 13, 2028	3.2				
Bank of Nova Scotia 7.023% Jul 27, 2082	2.9				
Inter Pipeline Ltd/AB 6.625% Nov 19, 2079	2.7				
Fortis Inc/Canada 5.100% Dec 04, 2055	2.4				
Enbridge Inc 5.150% Dec 17, 2055	2.4				
Toronto-Dominion Bank 7.283% Oct 31, 2082	2.3				
Brookfield Property Finance ULC 4.000% Sep 30, 2026	2.1				
Rogers Communications Inc 5.625% Apr 15, 2055	1.8				
Sleep Country Canada Holdings Inc 6.625% Nov 28, 2032	1.6				
Bank of Montreal 7.057% PERPETUAL	1.6				
Canadian Imperial Bank of Commerce 7.150% Jul 28, 2082	1.6				
AutoCanada Inc 5.750% Feb 07, 2029	1.5				
Inter Pipeline Ltd/AB 6.750% Dec 12, 2054	1.5				
Empire Communities Corp 9.750% May 01, 2029	1.4				
Brookfield Residential Properties Inc / Brookfield Residential US LLC 6.250% Sep 15, 2027	1.4				
Keyera Corp 6.875% Jun 13, 2079	1.4				
National Bank of Canada 7.500% Nov 16, 2082	1.4				
Wolf Midstream Canada LP 6.400% Jul 18, 2029	1.3				
Total % of top 25 holdings	62.7				

Highest/lowest returns (%) [†]	1 yr	3 yr	5 yr	10 yr				
	Ended	Return	Ended	Return	Ended	Return	Ended	Return
Highest	09-2003	26.0	07-2005	15.4	10-2013	11.6	09-2012	10.4
Lowest	02-2016	-8.0	02-2016	1.1	10-2022	3.5	10-2023	5.0
Average	—	7.9	—	7.6	—	7.5	—	7.6
No. of periods	—	275	—	267	—	243	—	183
% positive	—	92.0	—	100.0	—	100.0	—	100.0

[†]Highest/lowest returns (%) is based on data since inception of the fund.

Distributions(\$)/unit*	YTD	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Interest	—	0.62	0.60	0.56	0.56	0.57	0.58	0.64	0.65	0.67	0.74
Canadian dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	—	—	—	0.16	0.14	—	—	0.29	0.09	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
Total distributions	0.51	0.62	0.60	0.56	0.72	0.71	0.58	0.64	0.94	0.76	0.74

*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit rbcgam.com/funds.

Portfolio manager(s)

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Disclosure

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If provided, 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. Growth of \$100K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history. The chart assumes reinvestment of all distributions and is net of fees.

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. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund 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). The Morningstar Equity Style Box™ is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2025 Morningstar Research Inc.

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