

RBC Global Asset Management

RBC Managed Payout Solutions

Helping you create tax-wise cash flow



Looking to draw income from your investments for the long term?

Investing to create income is different from investing to build up your savings.

When cash flow from your investments becomes a priority, you will likely focus on two key questions:

- 1 How do I maintain regular payments over time?
- 2 How can I pay less tax on my income – and keep more of what I've earned?

Income investing is also a key priority for those at or approaching retirement. With Canadians expected to live longer and potentially enjoying 20 to 30 years in retirement, finding a way to generate income over the long term is critical.



Nearly a third of Canadians are not confident they are saving enough for retirement.¹

¹LIMRA, January 2024

Income for the long term: RBC Managed Payout Solutions

With RBC Managed Payout Solutions, all of the complexities when it comes to creating cash flow are managed for you. You can simply enjoy spending your hard-earned savings, knowing your money is professionally managed to deliver steady, tax-wise income over the long term.

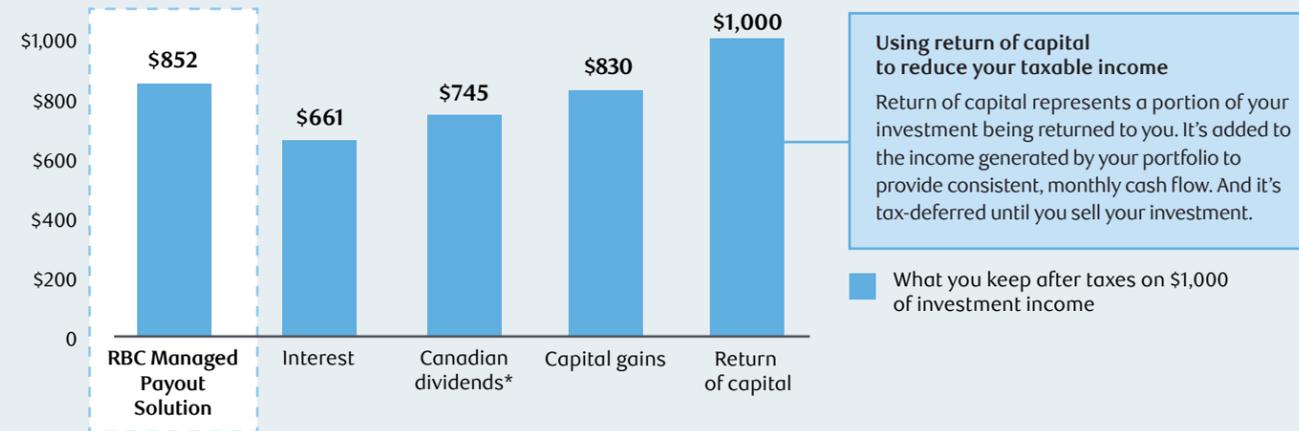
Generating tax-wise cash flow

RBC Managed Payout Solutions invest in a balanced mix of fixed income, equities, and cash, with a focus on Canadian equities that pay dividends.

These asset classes generate different types of income which are taxed differently. Capital gains, Canadian dividends and return of capital increase overall tax efficiency because they are taxed more favourably than interest income. By receiving cash flow from a mix of sources, you keep more of what you earn. That's tax-wise investing.

What you keep matters:

How taxes affect \$1,000 of investment income from different sources



*Represents eligible Canadian dividends with a federal tax credit of 15%.

Illustration uses 2023 tax rates for an individual earning ordinary income of \$100,000 and resident in Ontario. Assumes a marginal tax rate of 33.9%. ROC distributions are not taxable in the year they are received, but do lower your adjusted cost base, which could lead to a higher capital gain or a smaller capital loss when the investment is eventually sold. Income shown for RBC Managed Payout Solution (Series A) has a distribution breakdown of 24% interest, 20% capital gains, 13% Canadian dividends, and 43% ROC. Please note that tax rates are unique to the circumstances of each individual and province they live in.

Making the most of your savings

It's vital to protect your investment as you receive your monthly payouts. You also need some modest growth to help make your savings last. With RBC Managed Payout Solutions, you can have both.

The image to the right shows what would have happened if you had invested **\$100,000 in the RBC Managed Payout Solution at the end of 2013, with a target 5% payout rate. Monthly payouts ranged from \$342 to \$423, each year.**

Delivering sustainable cashflow:

A \$100,000 investment in RBC Managed Payout Solution in 2013

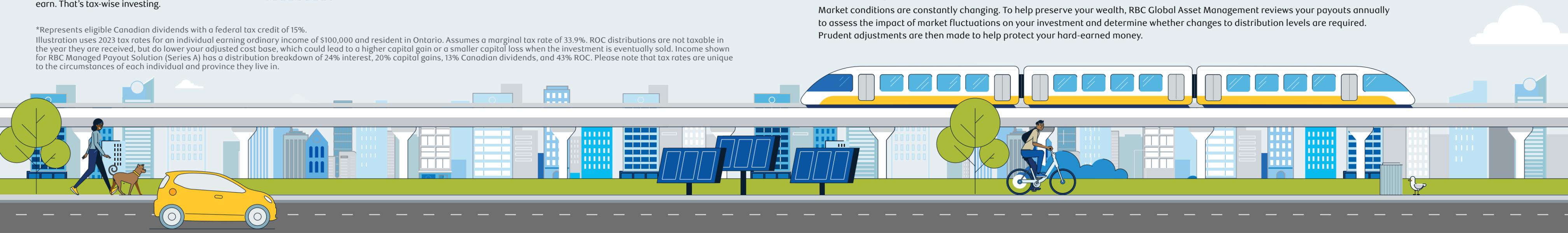


By the end of the 10 years, you would have received **\$47,432** cumulative payouts and the market value of your investment is **\$84,836**.

Illustration shows cash flow of RBC Managed Payout Solution - Sr. A from December 31, 2013 to December 31, 2023. Cash distributions in excess of earnings reduce the asset base of the Fund and can hinder the Fund's ability to meet its investment objectives.

Sustaining your income year after year

Market conditions are constantly changing. To help preserve your wealth, RBC Global Asset Management reviews your payouts annually to assess the impact of market fluctuations on your investment and determine whether changes to distribution levels are required. Prudent adjustments are then made to help protect your hard-earned money.



Professionally managed: RBC Managed Payout Solutions



Sustainable cash flow: Distributions are reviewed annually and adjusted, if necessary, to provide sustainable and predictable cash flow.

Tax efficiency: Diversification of cash flow sources results in higher after-tax cash flow relative to investments that pay only interest income.

Growth potential: Equity exposure increases the potential for capital appreciation and helps keep pace with inflation over the long term.

Monitoring and rebalancing: Our experienced investment team regularly monitors and rebalances your portfolio to ensure it stays aligned with your investment goals.

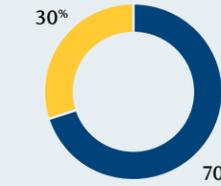
Liquidity: You have access to your money should unexpected needs arise.

Choice of payout rates: 5%, 6% or 7%

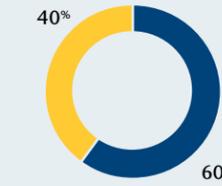
Choose the solution that's right for you

With three different portfolios to choose from, RBC Managed Payout Solutions can help you get your cash flow plan underway.

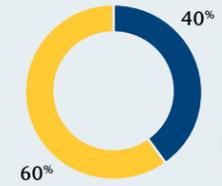
RBC Managed Payout Solution



RBC Managed Payout Solution – Enhanced



RBC Managed Payout Solution – Enhanced Plus



■ Fixed income
■ Equities

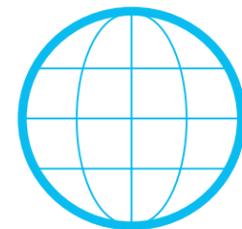
Target payout rate	5%	6%	7%
Maintenance of principal	Best	Better	Good
Payout stability	Best	Better	Good
Tax efficiency	Good	Better	Best

This is the strategic asset mix for each fund. Allocations may be tactically adjusted based on the views of the RBC GAM Investment Strategy Committee and the RBC GAM Investment Policy Committee. Payouts, cash flow, and distributions should not be confused with mutual fund rates of return.



From a global investment leader with local expertise

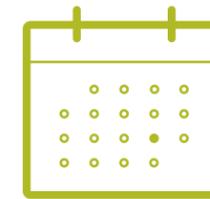
RBC Global Asset Management has investment teams in key markets across the globe.



8 cities
3 continents



18 investment teams
4 specialty & research teams



35+ years of asset allocation experience



13 underlying funds

\$572+^B
RBC GAM assets under management

As of December 2023

RBC Global Asset Management

Talk to your financial advisor today about which RBC Managed Payout Solution is right for you, or visit rbcgam.com/MPS

Please consult your advisor and read the prospectus or Fund Facts document 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. RBC Funds, PH&N Funds and BlueBay Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Cash flow from mutual funds should not be confused with mutual fund rates of return. Payouts are not guaranteed and may be adjusted depending on future market conditions. The calculation for monthly distribution (cents/unit) = (previous year December 31 NAV per unit x target payout rate)/12 months and is reset at the beginning of each calendar year.

RBC Managed Payout Solution - Sr. A annualized returns as of March 31, 2024– 1yr: 7.6%, 3yr: 2.2%, 5yr: 3.4%, 10yr: 3.4%

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.

This is for informational purposes only and is not intended to provide legal, accounting, tax, investment, financial or other advice. Past performance is no guarantee of future results. You should consult with your advisor before taking any action based upon the information contained in this document.

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