



# RBC Canadian T-Bill Fund



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 Vice-President and Senior Portfolio Manager, Global Fixed Income and Currencies, RBC Asset Management Inc.  
 Industry Experience: Since 1985

**Fund Inception Date** January 1991  
**Net Assets** \$1,537.3MM  
**NAV – Series A** \$10.00  
**2008 MER – Series A\*** 0.89%  
**Current Yield†** 2.13%

**Investment Objectives**  
 To provide current income and liquidity by investing in high-quality short-term debt securities.

**Fund Code**  
 Series A – RBF 262

	Registered	Non-Registered
<b>Minimum Investment</b>		
Initial Investment	\$500	\$500
Additional Investment	\$25	\$25
Pre-Authorized Contribution	\$25	\$25

**Distribution Policy**  
 Income: Monthly

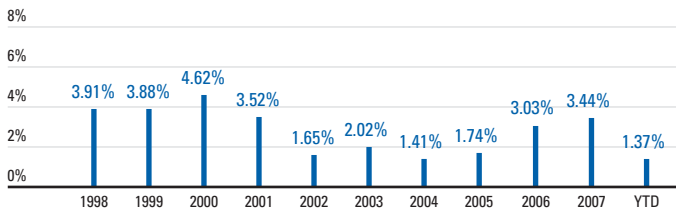
\* Based on actual expenses for half-year period January 1 to June 30, 2008, expressed on an annualized basis.  
 † This is an annualized yield based on the seven-day period ended on June 30, 2008 and does not represent an actual one-year return.

### Trailing Performance – Series A (%)

	1 mo.	3 mo.	6 mo.	1 yr.	3 yr.	5 yr.	10 yr.	Since Inception
<b>Fund (%)</b>	0.18	0.58	1.37	3.18	2.93	2.40	2.89	3.78
<b>Quartile Ranking*</b>	3	3	3	3	3	3	3	

\* Source : Morningstar Canada

### Calendar Performance – Series A



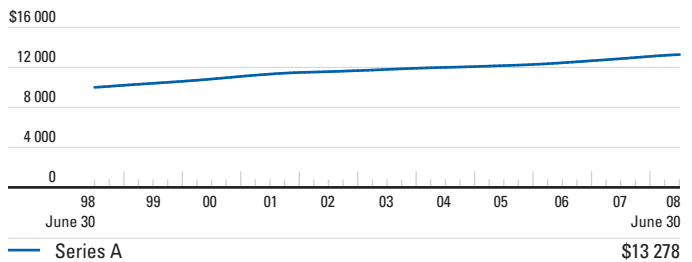
**Quartile Ranking†**

1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	YTD
3	3	3	3	2	3	3	3	3	3	3

† Source: Morningstar Canada

### Performance History

(Growth of \$10,000 over 10 years or since inception)



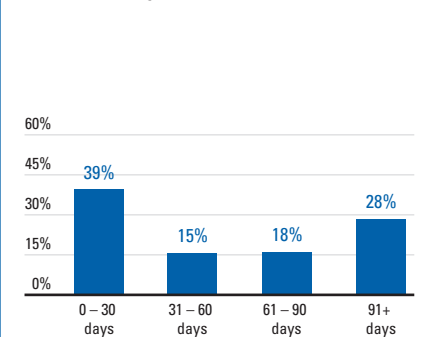
### Summary of Investment Portfolio

Top 25 Holdings	Market Value (\$000)	% of Net Assets	Top 25 Holdings	Market Value (\$000)	% of Net Assets
Gov. of Canada T-Bill 2.670% Aug 21 08	198 576	13.0	Prov. of Nova Scotia 2.700% Jul 18 08	29 839	1.9
Gov. of Canada T-Bill 3.470% Jul 24 08	147 511	9.8	Prov. of Quebec 2.590% Sep 26 08	29 807	1.9
Bank of Montreal 3.000% Jul 03 08	120 000	7.8	Prov. of New Brunswick Floating Rate Note 3.253% May 01 09	25 033	1.7
Canadian Imperial Bank of Commerce 3.000% Jul 03 08	120 000	7.8	Prov. of Prince Edward Island 2.650% Aug 20 08	24 858	1.6
Toronto-Dominion Bank 3.000% Jul 03 08	120 000	7.8	Prov. of New Brunswick 3.400% Jul 24 08	24 615	1.6
Prov. of Ontario 4.000% Jan 22 09	106 853	7.0	Prov. of Newfoundland 2.650% Jul 03 08	20 927	1.4
Canada Housing Trust 4.100% Dec 15 08	100 728	6.6	Prov. of Ontario Floating Rate Note 3.326% Oct 01 08	20 034	1.3
Gov. of Canada T-Bill 2.220% Sep 18 08	98 905	6.4	Prov. of Newfoundland 2.700% Jul 10 08	12 952	0.8
Prov. of Alberta 3.950% Sep 04 08	90 293	6.0	Canadian Imperial Bank of Commerce 2.950% Jul 02 08	10 186	0.7
Federal State of North Rhine-Westphalia Floating Rate Note 3.211% Feb 09 09	80 000	5.2	<b>Total</b>	<b>1 529 169</b>	<b>100.0</b>
Canada Housing Trust 3.700% Sep 15 08	50 221	3.3			
Gov. of Canada T-Bill 3.000% Dec 11 08	49 319	3.2			
Gov. of Canada T-Bill 3.200% Feb 19 09	48 512	3.2			

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the investment fund.

### Portfolio Composition

#### Term Maturity



**Average Term to Maturity: 70 days**



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## Commentary

› June 30, 2008 Fund Commentary to follow within a few business days.



Credit Quality (%)	Mar. '08	June '08
R1 High	47.7	83.7
R1 Medium	47.4	12.1
R1 Low	4.9	4.2
<b>Average Rating: R1 High</b>		

Top Sector Mix (%)	Mar. '08	June '08
Treasury Bills	40.1	45.4
Bank Deposits	28.9	24.2
Provincial Bills	24.3	22.3
Floating Rate Notes	6.5	8.2

## Distributions – Series A

	YTD	2007	2006	2005	2004	2003
MER (%)	0.89*	0.94	0.97	0.96	0.96	0.96
Total Distributions (\$)	0.1358**	0.34	0.30	0.17	0.14	0.20
Interest	–	0.34	0.30	0.17	0.14	0.20
Dividends	–	0.00	0.00	0.00	0.00	0.00
Capital Gains	–	0.00	0.00	0.00	0.00	0.00
Return of Capital	–	0.00	0.00	0.00	0.00	0.00

\* Based on actual expenses for half-year period January 1 to June 30, 2008 expressed on an annualized basis.  
 \*\* Distributions are characterized into income type at year-end.

# DISCLAIMER

Please consult your financial 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. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns for the period ended June 30, 2008. The rates of return for periods of less than one year are simple rates of return. All rates of return and performance data include changes in unit value and assume reinvestment of all distributions, and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholders that would have reduced returns. Mutual funds are not guaranteed or covered by the Canada Deposit Insurance Corporation or any other government deposit insurer. For money market funds, there can be no assurances that a fund will be able to maintain its net asset value per security at a constant amount or that the full amount of your investment in a fund will be returned to you. For money market funds, the current yield is an annualized historical yield based on the seven-day period ended on June 30, 2008, and does not represent an actual one year return. RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers. RBC Canadian Short-Term Income Fund's investment objective changed June 28, 2002.

RBC U.S. Mid-Cap Equity Fund's and RBC Global Balanced Fund's portfolio advisor and investment objectives changed June 29, 2001. RBC Balanced Growth Fund is the continuing fund resulting from a merger with RBC Global Balanced Fund on July 4, 2006. RBC Balanced Growth Fund's investment objective changed July 4, 2006.

RBC Canadian Index Fund, RBC North American Growth Fund, RBC U.S. Index Fund, RBC Asian Equity Fund and RBC Global Technology Fund are continuing funds resulting from mergers effective June 28, 2002. RBC North American Growth Fund's investment objective changed July 4, 2006. The inception date for the RBC Asian Equity Fund is August 1993. The Fund's investment objectives changed June 28, 2002. The "Since Inception" rate of return for this Fund includes data from June 28, 2002 only.

The inception date for the RBC Global Technology Fund is June 2000. The Fund's investment objective changed June 28, 2002 and July 4, 2006. The "Since Inception" rate of return for this Fund includes data from June 28, 2002 only.

The inception date for the RBC U.S. Equity Fund is July 1966; however the "Since Inception" rate of return for this Fund includes data from October 1972 only.

RBC European Equity Fund's portfolio advisor changed July 1, 2002.

RBC Jantzi Balanced Fund, RBC Jantzi Canadian Equity Fund, RBC Jantzi Global Equity Fund and RBC Target 2025 Education Fund were launched on July 3, 2007. RBC Premium \$U.S. Money Market Fund was launched November 1, 2007. RBC O'Shaughnessy U.S. Growth Fund II was launched January 14, 2008. Securities regulations do not allow us to report performance for any series of an investment that has been available for less than one year.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm. 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). This is the Morningstar quartile ranking of Series A units of the Fund as of June 30, 2008.

For more information, please see [www.morningstar.ca](http://www.morningstar.ca).

The information contained in the Investment Outlook, Asset Class Commentary and Fund Commentaries is compiled from sources believed to be reliable, but no representation or warranty, express or implied, is made as to its accuracy. All opinions contained in the Investment Outlook, Asset Class Commentary are current to June 30, 2008 and in the Fund Commentaries are current to June 30, 2008, and are subject to change without notice and are provided in good faith without legal responsibility.

As of December 9, 2005, units of the RBC Monthly Income Fund are no longer available for purchase in registered plans, except through a pre-authorized investment plan established prior to December 9, 2005. Purchases in non-registered plans continue unaffected.

Effective June 30, 2006, RBC O'Shaughnessy U.S. Growth Fund is closed to new purchases, except through a pre-authorized investment plan established with RBC Asset Management and through automatic reinvestment of distributions.

Effective January 19, 2007, RBC O'Shaughnessy Canadian Equity Fund is closed to new purchases, except through a pre-authorized investment plan established with RBC Asset Management and through automatic reinvestment of distributions.

RBC Target 2015 Education Fund is the continuing fund resulting from a merger with RBC Global Education Fund on July 4, 2006.

The investment objectives of the RBC North American Dividend Fund, RBC North American Value Fund, RBC Global Energy Fund, RBC Global Precious Metals Fund, RBC Global Resources Fund and the RBC Global Consumer and Financials Fund changed July 4, 2006.

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