



# RBC \$U.S. Money Market Fund

**Fund Category**  
US Money Market

**Morningstar Rating™**  
★★★★

## Investment Objective

To provide current income and liquidity and to generate U.S. dollar returns while providing investors with potential for currency diversification by investing in high-quality short-term debt securities denominated in U.S. dollars. To preserve the value of your investment.

## Fund Details

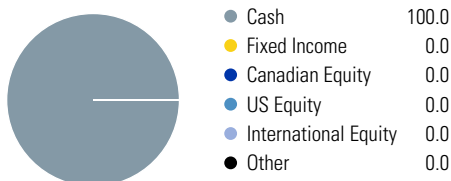
Series	Load Structure	Currency	Fund Code
A	No Load	USD	RBF261
Inception Date		July 1990	
Total Assets \$Mil		644.9	
Series A Current Yield %		0.54	
Series A MER %		1.00	
Benchmark		Citigroup 3 Month T-Bill	
Income Distribution		Monthly	
Capital Gains Distribution		N/A	
Sales Status		Open	
Min. Investment \$		500	
Subsequent Investment \$		25	
RRSP Eligibility		No	
Management Company		RBC Asset Management Inc.	
Web Site		www.rbcam.com	

## Notes

The current yield is an annualized yield based on the seven day period ended on May 29, 2009 and does not represent an actual one year return.

## Portfolio Analysis as of May 31, 2009

### Asset Mix



### Term to Maturity

Term	%
0-30 days	43
31-60 days	17
61-90 days	25
90+ days	15
Avg. Term to Maturity (days)	56

### Cash Breakdown

Category	Cash (%)
Treasury Bills	6.0
Provincial Bills	0.0
Bankers Acceptance	12.0
Commercial Paper	82.0
Bank Deposits	0.0

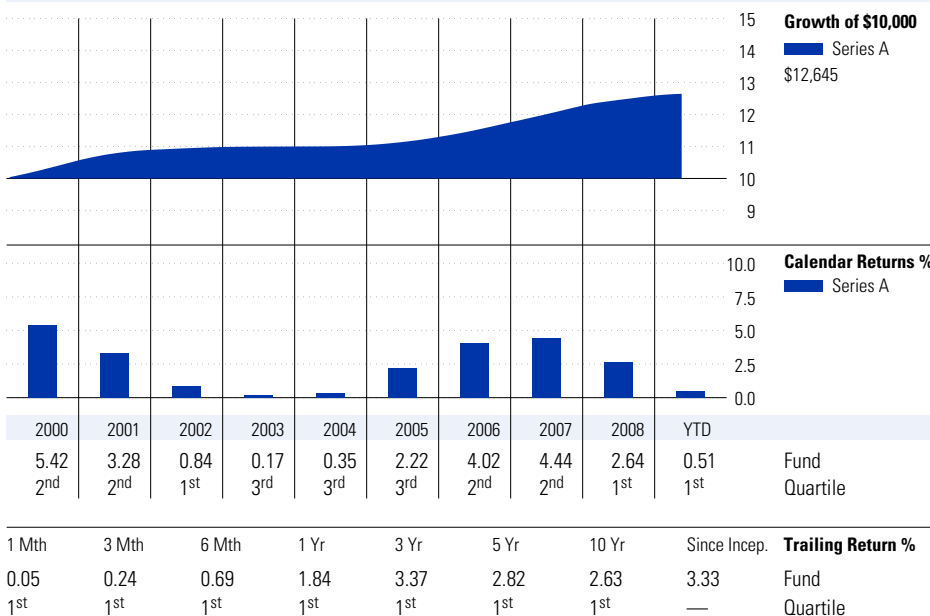
### Credit Quality

Rating	%
R1 High	68.8
R1 Medium	19.2
R1 Low	12
Avg. Rating	R1 High

### Top Ten Holdings

Holder	% Assets
Export Dev Canada (CB) 05-01-2010	4.8
Sound Trust (CB) 05-06-2009	4.6
Potash Corp (CP) 25-06-2009	4.2
Encana Inc (CP) 01-06-2009	4.0
Cdn Master (CB) 30-07-2009	3.9
Darwin Receivables Trust (CB) 27-07-2009	3.9
Summit Trust (CB) 06-08-2009	3.0
Caisse Cent Desj (CP) 08-06-2009	2.9
Hsbc Bank (CB) 12-08-2009	2.8
CIBC (CB) 06-08-2009	2.5
<b>Total % of Top 10 Holdings</b>	<b>36.6</b>
Total Number of Stock Holdings	0
Total Number of Bond Holdings	0
Total Number of Other Holdings	76
<b>Total Number of Holdings</b>	<b>76</b>

## Performance Analysis as of May 31, 2009





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## Management Overview

### Manager Bios

**Walter Posiewko, MBA, CFA**

**RBC Asset Management Inc**

Walter Posiewko is Vice-President and Senior Portfolio Manager and a member of the Global Fixed Income & Currencies Committee. He has been in the Investment Industry since 1985.

### Performance Analysis Cont'd as of May 31, 2009

Distributions (\$)/Unit	YTD	2008	2007	2006	2005	2004	2003	2002	2001	2000
Total Distributions	0.05	0.26	0.44	0.39	0.22	0.04	0.02	0.08	0.32	0.53
Interest	0.05	0.26	0.44	0.39	0.22	0.04	0.02	0.08	0.32	0.53
Dividends	—	—	—	—	—	—	—	—	—	—
Capital Gains	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %		1Yr		3Yr		5Yr		10Yr
Best	7-1991	6.85	3-2001	4.74	4-2001	4.62	7-2000	4.21
Worst	6-2004	0.08	12-2004	0.45	5-2006	1.28	5-2009	2.63
Average		3.29		3.22		3.22		3.34
No. of Periods		215		191		167		107
Pct. Positive		100.00		100.00		100.00		100.00

### Quarterly Commentary

The RBC U.S. Money Market Fund's first quarter return was 0.38%, compared to 0.05% for its benchmark.

With monetary policy options exhausted, U.S. money market yields remained stable throughout the first quarter. The Federal Reserve's targeted range for overnight remained between 0 - 0.25%, allowing the market little room for yield volatility. Evidence of the U.S. economy sinking into a deep and lasting downturn was plentiful, prompting calls for government assistance in spurring aggregate demand. To this end, a number of fiscal stimulus options were proposed, with mixed results insofar as sentiment remained weak.

With stimulus now squarely concentrated in the fiscal domain, there was little more that monetary policy could accomplish. The Federal Reserve launched a number of initiatives designed to employ its balance sheet to foster a better flow of credit, as well as drop the cost of funding (quantitative easing). The London Interbank

Offered Rate (Libor) yield curve flattened somewhat as short yields bounced off their lows and longer maturities remained unchanged. Overall, money market yields continued to trade at very close to zero, given the zero interest-rate policy currently in place. Only asset-backed commercial papers (ABCP) continued to offer some degree of higher returns, relative to all other asset classes.

We see little change taking place with respect to monetary policy any time soon with the U.S. economy mired in a deep recession. With interest rates nominally above zero, our focus was on liquidity since any evidence of an economic bounce would result in rates lifting. There was no appreciable yield pickup in term extension, nor was there much supply to choose from, as many issuers have termed out their funding needs. Consequently, the Fund has increased exposure to shorter maturities at no cost to relative performance.



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## Disclosure

RBC Funds are offered by RBC 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 of the mutual fund 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. The value of mutual funds change frequently and past performance may not be repeated.

The Top 25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at [www.sedar.com](http://www.sedar.com).

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.

This 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 this 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 this fund profile without seeking the advice of an appropriate professional advisor.

For money market funds, the performance data assumes reinvestment of distributions only and does not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. In addition, 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.

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 May 31, 2009.

Morningstar ratings are overall ratings reflecting risk adjusted performance as of May 31, 2009. The ratings are subject to change every month. The ratings are calculated for funds with a minimum of 3 years of performance, calculated from the funds' 1 and 3 year average annual returns measured against a 91-day Treasury Bill return with appropriate fee adjustments. The top 10% of the funds in a category receive 5 stars (high); if the funds fall in the next 22.5%, they receive 4 stars (above average); a place in the middle 35% earns a fund 3 stars (neutral or average); those in the next 22.5% receive 2 stars (below average); and the lowest 10% get 1 star (low). Ratings are just one factor to consider when investing. For more information, please see [www.morningstar.ca](http://www.morningstar.ca).

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