

# RBC Insured Deposits

An FDIC-insured sweep vehicle for the cash in your account



Wealth  
Management

As an investor there may be times when you carry a cash balance in your account. This happens when you receive a dividend or interest payment or when you sell a security and do not immediately use the proceeds to purchase a different security.

You may also deposit cash in your account for future purchases. If you have an RBC Cash Management Account and use that account to help manage your day-to-day cash needs and pay bills, you likely have funds set aside to cover these payments. Or, you may have allocated funds to cash as part of your investment strategy.

Now you can deposit cash in interest-bearing Federal Deposit Insurance Corporation (FDIC) bank accounts through RBC Insured Deposits.

## How the program works

If you use RBC Insured Deposits, RBC Capital Markets, LLC, will deposit your funds into one or more FDIC-insured banks participating in the program.

If your deposit is greater than the coverage available at one bank, the excess deposit amounts will be directed into accounts at other participating banks. In this way, RBC Insured Deposits places balances into multiple banks to provide FDIC coverage in excess of the per bank limit. This program is designed to offer up to \$5 million in aggregate FDIC coverage. Please note that if your deposits exceed this amount,

the amount in excess of \$5 million will be automatically swept into the RBC U.S. Government Money Market Fund. Cash swept into the RBC U.S. Government Money Market Fund will not be covered by FDIC insurance, but will be covered by SIPC up to applicable limits.

Retirement accounts are eligible to participate in the program and will only have deposits allocated to RBC Wealth Management affiliate banks, City National Bank or RBC Bank Georgia N.A. Therefore, retirement accounts will be eligible for up to \$498,000 in FDIC coverage with any excess balances being swept to an unaffiliated money market fund. Cash swept into the unaffiliated money market fund will not be covered by FDIC insurance, but will be covered by SIPC up to applicable limits. Please contact your financial advisor for more information.

## What RBC Insured Deposits offers

**Help with peace of mind** — This program is ideal for clients who wish to earn interest on their cash but who place a high priority on the safety of principal. Individual clients, sole proprietors, government entities and qualifying nonprofits can participate. Please note: pooled self-trusteed qualified plans are prohibited from participating in the program.

**Help with confidence** — RBC Insured Deposits sweeps cash into interest-bearing accounts at FDIC-insured

banks that RBC has thoroughly reviewed; only creditworthy banks participate in the program.

**Choice** — You can maintain deposits in multiple banks with up to \$5 million aggregate FDIC insurance coverage,<sup>1</sup> and you have the ability to exclude certain banks from receiving your deposits.

**Convenience** — You don't have to manage relationships with multiple banks. We do it for you. And we report your cash balance by bank, the interest you earned and the Annual Percentage Yield Earned (APYE) on your statement.

## Consider pairing RBC Insured Deposits with RBC Cash Plus

If your cash goals also include enhancing your growth potential, explore the benefits of sweeping a portion of your cash balances into RBC Cash Plus.<sup>2</sup> Earning a competitive interest rate—backed by the strength and stability of Royal Bank of Canada—this cash solution delivers the same confidence, convenience and access to liquidity you seek.

Combined with RBC Insured Deposits, RBC Cash Plus can help make your cash work harder for you.

Investment and insurance products offered through RBC Wealth Management are not insured by the FDIC or any other federal government agency, are not deposits or other obligations of, or guaranteed by, a bank or any bank affiliate, and are subject to investment risks, including possible loss of the principal amount invested.

## **FDIC insurance**

Deposits placed with banks that are members of the FDIC are covered by FDIC insurance for up to \$250,000 per depositor, per insured bank, for each account ownership category (single account, joint account, etc.), should the bank fail. Coverage limits may vary by the specific account registration. To learn more about FDIC insurance coverage, please visit [www.fdic.gov](http://www.fdic.gov). Bank deposits are not covered by SIPC.

RBC Capital Markets, LLC, automatically monitors the bank deposits and certificates of deposits (CDs) held at RBC. If you hold a CD at RBC Capital Markets, LLC, that was issued by a bank that participates in RBC Insured Deposits, the system will not direct funds to that bank. Bank deposits and CDs you hold at other firms are not monitored by RBC Capital Markets, LLC. If you hold deposits directly at a bank that also participates in RBC Insured Deposits, you may exceed FDIC coverage limits available through that bank—unless you instruct RBC Capital Markets, LLC, not to deposit your funds into that particular bank.

## **Benefits of RBC Insured Deposits**

This program makes it easy to enjoy the following advantages:

- Sweep up to \$5 million into FDIC-insured interest-bearing accounts at different banks— all managed for you by RBC
- Access to a range of prequalified banks to custody your cash
- Earn competitive interest rates
- Maintain immediate cash liquidity for trading opportunities or other needs

## **Simplify your life with RBC Insured Deposits**

Whether you initially choose to sweep your cash into RBC Insured Deposits or another option such as RBC Cash Plus, you can change your cash sweep option at any time. In addition, if you have an RBC Cash Management Account with RBC Insured Deposits, you have the same convenient cash management tools available, such as a Visa® Platinum Debit Card, unlimited check-writing, electronic funds transfer, online bill pay and more.

Call your financial advisor today to enroll in RBC Insured Deposits.

1. Aggregate FDIC insurance coverage may differ based on account type. Please contact your financial advisor for more information.

2. Eligibility subject to restrictions. Please contact your financial advisor for more information.

Deposit interest rates may be subject to change and may change without notice. Deposits placed in RBC Cash Plus are not insured by the Federal Deposit Insurance Corporation ("FDIC"), Securities Investor Protection Corporation ("SIPC") or any governmental agency of the United States, Canada or any other jurisdiction. It is possible to lose money by holding deposits in this program. Your RBC Wealth Management financial advisor may receive compensation in connection with offering or referring these services. Deposit interest rates may be subject to change and may change without notice.