

RBC Insured Deposits

Understanding the benefits and risks of this FDIC-insured sweep option for the cash in your account



Wealth
Management

As an investor there may be times when you carry a cash balance. You can deposit cash in interest-bearing Federal Deposit Insurance Corporation (FDIC) bank accounts through RBC Insured Deposits, offered by RBC Capital Markets, LLC. Please see “Program Banks” under RBC Insured Deposits on our public website at rbcbwm.com/disclosures. This program is designed to offer up to \$5 million in aggregate FDIC coverage; joint accounts may be eligible for up to \$10 million in aggregate FDIC-insurance coverage; retirement accounts may be eligible for up to \$498,000 in aggregate FDIC insurance.

What RBC Insured Deposits offers

Help with principal protection — 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,¹ 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.

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 Wealth Management
- 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

How the program works

RBC Insured Deposits, offered by RBC Capital Markets, LLC, is designed to offer up to \$5 million in aggregate FDIC coverage; joint accounts may be eligible for up to \$10 million in aggregate FDIC-insurance coverage; retirement accounts may be eligible for up to \$498,000 in aggregate FDIC insurance and will only have deposits allocated to RBC Wealth Management affiliate banks, City National Bank or RBC Bank (Georgia), N.A.

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 see “Program Terms and Conditions” under RBC Insured Deposits on our public website at rbcbwm.com/disclosures for more information.

Rate tiers (Based on total household cash balance) ¹	APY (Household assets under \$10 million)	APY (Household assets over \$10 million)
\$5 million or greater	5.12%	5.22%
\$2 million to \$4,999,999	3.56%	5.12%
\$1 million to \$1,999,999	2.53%	5.12%
\$500,000 to \$999,999	1.51%	5.12%
\$250,000 to \$499,999	1.11%	5.12%
\$100,000 to \$249,000	0.90%	5.12%
\$99,999 or less	0.85%	5.12%

Annual Percentage Yield (APY) as of 3/1/2024.

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 coverage

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. 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.

Please contact your financial advisor for more information.

1 Total Household Cash Balances include total RBC Insured Deposits and RBC Cash Plus balances for accounts household under Cash Segmentation household aggregation rules.

RBC Insured Deposits (“the Program”) is an automated cash sweep option that sweeps un-invested cash balances in clients’ accounts into interest-bearing deposit accounts (“Deposit Accounts”) with RBC affiliate banks and additional unaffiliated banks (“Program Banks”) up to applicable limits. Availability is subject to certain restrictions. The Program provides up to \$5 million in Federal Deposit Insurance Corporation (“FDIC”) insurance coverage per depositor in each insurable ownership capacity (“Deposit Limit”). Each Deposit Account constitutes a direct obligation of the Program Bank and is not directly or indirectly an obligation of RBC Wealth Management. More information regarding FDIC insurance is available at www.fdic.gov.

RBC Insured Deposits are not subject to market risk and potential value loss, but are subject to the risk of a Program Bank’s failure. In the event a Program Bank fails, deposits at each Program Bank are eligible for FDIC coverage up to applicable limits. Deposit balances in excess of the Deposit Limit are invested with Excess Banks and are not covered by FDIC insurance. Currently, the Primary Excess Bank is City National Bank (“CNB”), an RBC Affiliate Bank. Monies held in RBC Insured Deposits are not covered by Securities Investor Protection Corporation (“SIPC”). For retirement accounts, balances in excess of the Deposit Limit are invested in an unaffiliated money market fund. Money market mutual fund investments are not insured by the FDIC or any government agency; they are instead covered by SIPC.

Deposit Accounts will earn the interest rate based on the total assets across all accounts within your household, as well as total balances of all Deposit Accounts within your household held in the RBC Insured Deposits and RBC Cash Plus cash sweep programs. Interest rates/APY (Annual Percentage Yield) are subject to change without notice. Rates as of March 1, 2024.