

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 rbcwm.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-trusted 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.

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 rbcwm.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% | 5.23% |
| \$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% |

Interest rates/APY (Annual Percentage Yield) are subject to change without notice.

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.

SIPC protection currently covers up to \$500,000 per account (of which \$250,000 may be cash). SIPC protection does not cover a decline in the value of customer's assets due to market loss. Additional information is available upon request or at www.sipc.org.

Rates as of November 1, 2023. Interest rates/APY Annual Percentage Yield) are subject to change without notice. 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.

© 2023 RBC Wealth Management, a division of RBC Capital Markets, LLC, registered investment adviser and Member NYSE/FINRA/SIPC.