

2016 Year-end Capital Gains and Income Estimates: PH&N Funds

(Distribution estimates are based on information available as of October 31, 2016, and are subject to change)

Please note the following important information:

Distribution estimates are only approximations, are not guaranteed and are subject to change prior to the final distribution date.

The year-end distribution estimates are provided by RBC Global Asset Management Inc. (RBC GAM) and are for information purposes only. They do not reflect final attributions for tax purposes.

Distribution estimates do not denote the yield a client may receive.

Please note that distributions are expected to be made on the date indicated in the "Distribution Date" column.

All values are expressed in Canadian dollars, unless otherwise indicated. Totals may not sum due to rounding.

For the funds that make regular monthly distribution at the end of a month, any **additional income and/or capital gain in excess of the regular monthly distribution** will be distributed on December 21st, and December 23rd for Funds of Funds. Additional distributions, if any, for all T5, Advisor T5, FT5, T8 and FT8 Series will be automatically reinvested in additional units of the fund, even if cash distribution was elected by the investor.

For further information, please speak with your investment advisor.

2016 Year-end Capital Gain and Income Estimates (as at October 31, 2016)

PH&N Funds

Fund Name	Series	Fund Code	Distribution Date	NAVPU (Oct 31)	Capital Gains		Income		Total	
					\$ / unit	% of NAVPU	\$ / unit	% of NAVPU	\$ / unit	% of NAVPU
PH&N Short Term Bond & Mortgage Fund	D	RBF1250	Dec 21	\$10.48	-	-	\$0.0407	0.39%	\$0.0407	0.39%
PH&N Bond Fund	D	RBF1110	Dec 21	\$10.68	\$0.1121	1.05%	\$0.0547	0.51%	\$0.1668	1.56%
PH&N Community Values Bond Fund	D	RBF1610	Dec 21	\$11.24	\$0.1279	1.14%	\$0.0555	0.49%	\$0.1834	1.63%
PH&N Total Return Bond Fund	D	RBF1340	Dec 21	\$11.84	\$0.1260	1.06%	\$0.0641	0.54%	\$0.1901	1.61%
PH&N Inflation Linked Bond Fund	D	RBF1650	Dec 21	\$11.86	-	-	\$0.0213	0.18%	\$0.0213	0.18%
PH&N High Yield Bond Fund	D	RBF1280	Dec 21	\$11.98	\$0.1246	1.04%	\$0.1283	1.07%	\$0.2529	2.11%
PH&N Monthly Income Fund	D	RBF1660	Dec 21/Dec 29	\$10.24	-	-	\$0.0400	0.39%	\$0.0400	0.39%
PH&N Balanced Fund	D	RBF1350	Dec 23	\$19.72	\$0.2106	1.07%	\$0.2892	1.47%	\$0.4998	2.53%
PH&N Community Values Balanced Fund	D	RBF1640	Dec 23	\$15.28	\$0.1920	1.26%	\$0.2159	1.41%	\$0.4079	2.67%
PH&N Dividend Income Fund	D	RBF1150	Dec 21	\$98.77	-	-	\$0.4046	0.41%	\$0.4046	0.41%
PH&N Canadian Equity Fund	D	RBF1130	Dec 21	\$96.08	-	-	\$1.4462	1.51%	\$1.4462	1.51%
PH&N Community Values Canadian Equity Fund	D	RBF1620	Dec 21	\$25.42	-	-	\$0.3726	1.47%	\$0.3726	1.47%
PH&N Canadian Equity Value Fund	D	RBF1670	Dec 21	\$13.80	-	-	\$0.2002	1.45%	\$0.2002	1.45%
PH&N Canadian Growth Fund	D	RBF1140	Dec 21	\$35.16	-	-	\$0.5971	1.70%	\$0.5971	1.70%
PH&N Canadian Income Fund	D	RBF1490	Dec 29	\$14.98	-	-	\$0.0925	0.62%	\$0.0925	0.62%
PH&N Vintage Fund	D	RBF1400	Dec 21	\$29.60	-	-	\$0.1996	0.67%	\$0.1996	0.67%
PH&N U.S. Dividend Income Fund	D	RBF1460	Dec 21	\$13.86	\$0.1892	1.37%	\$0.1970	1.42%	\$0.3862	2.79%
PH&N U.S. Multi-Style All-Cap Equity Fund*	D	RBF1380	Dec 21	\$16.73	\$0.5397*	3.23%*	\$0.0943	0.56%	\$0.6340	3.79%
PH&N U.S. Equity Fund	D	RBF1160	Dec 21	\$56.20	-	-	\$0.3445	0.61%	\$0.3445	0.61%
PH&N Currency-Hedged U.S. Equity Fund	D	RBF1560	Dec 23	\$9.79	\$0.0470	0.48%	\$0.0483	0.49%	\$0.0953	0.97%
PH&N U.S. Growth Fund	D	RBF1260	Dec 21	\$22.09	-	-	\$0.1406	0.64%	\$0.1406	0.64%
PH&N Overseas Equity Fund	D	RBF1410	Dec 21	\$13.04	-	-	\$0.2015	1.55%	\$0.2015	1.55%
PH&N Currency-Hedged Overseas Equity Fund	D	RBF1570	Dec 23	\$9.20	-	-	\$0.1290	1.40%	\$0.1290	1.40%
PH&N Global Equity Fund	D	RBF1370	Dec 21	\$14.53	-	-	\$0.0902	0.62%	\$0.0902	0.62%
PH&N Community Values Global Equity Fund	D	RBF1630	Dec 21	\$13.41	\$0.4836	3.61%	\$0.0865	0.65%	\$0.5701	4.25%
PH&N LifeTime 2015 Fund	D	RBF1900	Dec 30	\$11.69	\$0.1452	1.24%	\$0.1655	1.42%	\$0.3107	2.66%
PH&N LifeTime 2020 Fund	D	RBF1910	Dec 30	\$12.84	\$0.0001	0.00%	\$0.1337	1.04%	\$0.1338	1.04%
PH&N LifeTime 2025 Fund	D	RBF1920	Dec 30	\$13.02	\$0.0421	0.32%	\$0.1077	0.83%	\$0.1498	1.15%
PH&N LifeTime 2030 Fund	D	RBF1930	Dec 30	\$12.93	\$0.1780	1.38%	\$0.0995	0.77%	\$0.2775	2.15%
PH&N LifeTime 2035 Fund	D	RBF1940	Dec 30	\$13.09	\$0.1872	1.43%	\$0.0888	0.68%	\$0.2760	2.11%
PH&N LifeTime 2040 Fund	D	RBF1950	Dec 30	\$13.11	\$0.1860	1.42%	\$0.0836	0.64%	\$0.2696	2.06%
PH&N LifeTime 2045 Fund	D	RBF1960	Dec 30	\$13.46	\$0.1290	0.96%	\$0.0833	0.62%	\$0.2123	1.58%
PH&N LifeTime 2050 Fund	D	RBF1823	Dec 30	\$11.01	\$0.1287	1.17%	\$0.0611	0.55%	\$0.1898	1.72%
BonaVista Global Balanced Fund	D	RBF1800	Dec 21	\$13.26	-	-	\$0.1016	0.77%	\$0.1016	0.77%
BonaVista Canadian Equity Value Fund	D	RBF1810	Dec 21	\$14.90	-	-	\$0.2323	1.56%	\$0.2323	1.56%

*Repositioning of the U.S. large-cap equity mandates:

The U.S. large-cap equity mandates will undergo various degrees of repositioning as a result of the changes in portfolio management responsibilities announced in November.

These changes may increase equity holdings turnover, which may generate additional capital gains to be distributed at the end of 2016 and 2017.

Among the affected funds, **RBC U.S. Equity Fund** and **RBC Private U.S. Large-Cap Core Equity Pool** might be most impacted; however, we expect additional capital gains (if any) to be below 5%.

More accurate estimates will be provided in December as we approach year end. Please remember that the estimates are subject to potentially significant change depending on portfolio, market and unitholder activities.

Disclaimer

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