

# RBC Private U.S. Large-Cap Core Equity Currency Neutral Pool



## Investment objective

To provide long-term total returns primarily through capital appreciation by investing primarily in one or more mutual funds managed by RBC GAM or an affiliate of RBC GAM (called the underlying funds), which are invested in common stocks and equivalent securities of U.S. corporations trading below their potential intrinsic value. The Fund also seeks to minimize the exposure to currency fluctuations between the U.S. and Canadian dollars.

The investment team seeks large-cap companies that exhibit lower price-to-earnings, price-to-book and price-to-cash flow ratios than those of the S&P 500 Index. Attractive investment candidates are viewed as subject to an improvement in fundamental characteristics, such as company restructuring, management changes, new product cycles and secular changes in the balance of supply and demand.

## Fund details

| Series | Currency | Fund code |
|--------|----------|-----------|
| O      | CAD      | RBF10219  |

**Inception date** January 2010

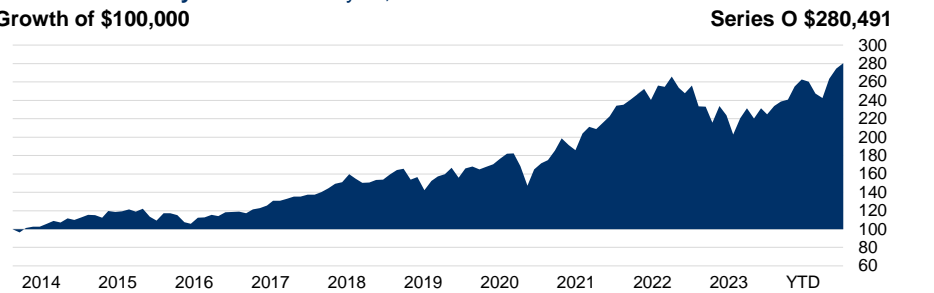
**Total fund assets \$MM** 237.0

### Benchmark

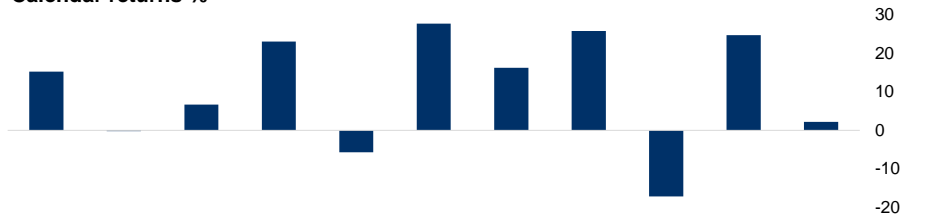
100% S&P 500 Total Return Index (Hedged to CAD)

## Performance analysis as of January 31, 2024

Growth of \$100,000



## Calendar returns %



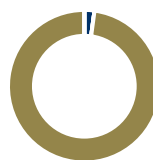
| 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022  | 2023 | YTD |           |
|------|------|------|------|------|------|------|------|-------|------|-----|-----------|
| 15.2 | -0.2 | 6.7  | 23.0 | -5.7 | 27.7 | 16.2 | 25.8 | -17.2 | 24.7 | 2.2 | Fund      |
| 14.2 | 1.2  | 11.5 | 21.2 | -5.7 | 29.8 | 16.3 | 28.2 | -19.2 | 24.7 | —   | Benchmark |

| 1 Mth | 3 Mth | 6 Mth | 1 Yr | 3 Yr | 5 Yr | 10 Yr | Since incep. | Trailing return % |
|-------|-------|-------|------|------|------|-------|--------------|-------------------|
| 2.2   | 15.7  | 6.8   | 21.3 | 10.4 | 13.0 | 11.3  | 11.4         | Fund              |
| 1.7   | 15.6  | 5.8   | 19.4 | 9.9  | 13.0 | 11.7  | —            | Benchmark         |

## Portfolio analysis as of January 31, 2024

### Asset mix



|                           | % Assets |
|---------------------------|----------|
| Cash                      | 2.1      |
| Fixed income              | 0.0      |
| Canadian equities         | 0.0      |
| U.S. equities             | 97.9     |
| European equities         | 0.0      |
| Asia-Pacific equities     | 0.0      |
| Emerging markets equities | 0.0      |

### Equity style

|       | Value | Blend | Growth |
|-------|-------|-------|--------|
| Large | 15    | 26    | 45     |
| Mid   | 3     | 7     | 3      |
| Small | 0     | 0     | 0      |

Value Blend Growth

### Weight %

- > 50
- 25-50
- 10-25
- 0-10

### Equity characteristics

|   |         |
|---|---------|
| Dividend yield (%)                            | 1.2     |
| Price to earnings ratio (forward)             | 21.3    |
| Price to book ratio                           | 4.6     |
| Price to free cash flow ratio                 | 16.3    |
| Price to sales ratio                          | 2.8     |
| Weighted average market capitalization (\$Bn) | 1,089.1 |

### Risk measures

|                           | Fund | Benchmark |
|---------------------------|------|-----------|
| 3-year standard deviation | 16.5 | 17.3      |
| 5-year standard deviation | 17.4 | 18.2      |

Portfolio analysis continued as of January 31, 2024

| Top 10 holdings                         | % Assets | Equity sector allocation | %    |
|---|----------|--------------------------|------|
| Microsoft Corp                          | 7.8      | Information Technology   | 30.1 |
| Apple Inc                               | 6.4      | Financials               | 14.6 |
| Amazon.com Inc                          | 4.1      | Health Care              | 14.1 |
| Alphabet Inc - Class C Shares           | 3.9      | Industrials              | 8.8  |
| NVIDIA Corp                             | 3.9      | Consumer Discretionary   | 8.6  |
| Eli Lilly & Co                          | 2.5      | Communication Services   | 8.0  |
| Meta Platforms Inc - Class A Shares     | 2.4      | Consumer Staples         | 6.2  |
| Berkshire Hathaway Inc - Class B Shares | 2.1      | Energy                   | 3.4  |
| Exxon Mobil Corp                        | 1.9      | Utilities                | 2.2  |
| JPMorgan Chase & Co                     | 1.8      | Materials                | 2.1  |
|   |          | Real Estate              | 1.9  |
| Total % of top 10 holdings              | 36.8     |                          |      |

| Distributions (\$)/unit*   | YTD         | 2023        | 2022        | 2021        | 2020        | 2019        | 2018        | 2017        | 2016        | 2015        | 2014        |
|----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Interest                   | —           | 0.04        | 0.01        | 0.01        | 0.01        | 0.00        | 0.00        | 0.01        | —           | —           | —           |
| Canadian dividends         | —           | —           | —           | —           | —           | —           | —           | —           | —           | —           | —           |
| Foreign dividends          | —           | 0.26        | 0.26        | 0.25        | 0.27        | 0.26        | 0.25        | 0.23        | 0.31        | 0.19        | 0.18        |
| Foreign taxes paid         | —           | -0.04       | -0.03       | -0.04       | -0.04       | -0.04       | -0.04       | -0.03       | -0.03       | -0.03       | —           |
| Capital gains              | —           | —           | —           | 1.94        | 0.88        | —           | 0.70        | 1.04        | —           | —           | 1.54        |
| Return of capital          | —           | —           | —           | —           | —           | —           | —           | —           | —           | —           | —           |
| <b>Total distributions</b> | <b>0.00</b> | <b>0.26</b> | <b>0.24</b> | <b>2.16</b> | <b>1.13</b> | <b>0.23</b> | <b>0.91</b> | <b>1.24</b> | <b>0.28</b> | <b>0.17</b> | <b>1.72</b> |

\*Income type characterization and foreign taxes paid for the previous year, are reported at or around January month-end. Distributions reported are for the same series as the performance analysis. For distributions on other series please visit [rbcgam.com/funds](http://rbcgam.com/funds).

#### Manager bios

##### Sarah Riopelle, RBC Global Asset Management Inc.

Sarah Riopelle is Managing Director & Senior Portfolio Manager, Investment Solutions at RBC GAM. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's entire suite of RBC Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

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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. Growth of \$100K chart shown represents a hypothetical investment of the Fund over the last 10 years, or from the last day of the since inception month for funds with less than 10 years performance history. The chart assumes reinvestment of all distributions and is net of fees.

MER (%) for RBC Funds, PH&N Funds and BlueBay Funds is based on actual expenses for the preceding calendar year or most recent half-year period ended June 30 expressed on an annualized basis, depending on availability of data at the time of publication. Net asset figures include all series of a fund. Fund category is determined by the Canadian Investment Funds Standards Committee (CIFSC).

Quartile rankings and equity style box information are determined by Morningstar Research Inc., an independent research firm. Quartile rankings are comparisons of the performance of a fund to other funds in the applicable Fund 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). The Morningstar Equity Style Box™ is a nine-square grid that illustrates the investment style of a security. Morningstar information contained herein is proprietary to Morningstar and is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. © 2024 Morningstar Research Inc.

The information reported in Portfolio Analysis is subject to change and is based on data available to RBC GAM as of the date of this report. Portfolio characteristics are gross of fees. Equity and fixed income characteristics for balanced funds/portfolio solutions are reported based on the respective equity or fixed income portion of the portfolio.

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