



# RBC Private Canadian Equity Pool

## Investment Objective

To provide long-term total returns primarily consisting of capital appreciation. The Fund invests primarily in equity securities of major Canadian companies.

The investment team invests in a concentrated selection of blue-chip Canadian companies, taking a conservative approach and concentrating on providing a well-diversified portfolio of companies with stable earnings and strong long-term growth prospects. Emphasis is placed on companies whose shares are attractively valued and that have a good ability to compound their earnings over time.

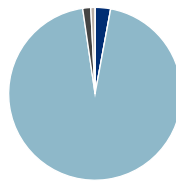
## Fund Details

Series	Currency	Fund Code
0	CAD	RBF10206

Inception Date	August 2003
Total Fund Assets \$Mil	4,964.2
Benchmark	S&P/TSX Capped Composite Total Return Index

## Portfolio Analysis as of June 30, 2019

### Asset Mix



	% Assets
Cash	2.9
Fixed Income	0.0
Canadian Equity	94.8
US Equity	1.5
International Equity	0.8
Other	0.0

### Top 25 Holdings

	% Assets
Royal Bank of Canada	6.2
The Toronto-Dominion Bank	5.1
Enbridge Inc	4.5
Bank of Nova Scotia	4.4
Suncor Energy Inc	3.8
Canadian National Railway Co	3.1
Nutrien Ltd	2.9
Manulife Financial Corp	2.9
Brookfield Asset Mgmt Inc CI A	2.7
TC Energy Corp	2.6
Canadian Natural Resources Ltd	2.3
Bank of Montreal	2.2
CIBC	1.7
Alimentation Couche-Tard Inc Class B	1.6
BCE Inc	1.5
Sun Life Financial Inc	1.5
Canadian Pacific Railway Ltd	1.5
Keyera Corp	1.3
Finning International Inc	1.3
Magna International Inc Class A	1.3
Pembina Pipeline Corp	1.3
Teck Resources Ltd Class B	1.2
George Weston Ltd	1.2
Canadian Tire Corp Ltd Class A	1.2
Thomson Reuters Corp	1.1
<b>Total % of Top 25 Holdings</b>	<b>60.6</b>
<b>Total Number of Stock Holdings</b>	<b>134</b>
<b>Total Number of Bond Holdings</b>	<b>0</b>
<b>Total Number of Other Holdings</b>	<b>1</b>
<b>Total Number of Holdings</b>	<b>135</b>

### Equity Style

Weight %	Value Blend	Growth
Large	24	28
Mid	10	11
Small	3	3
	15	4
	2	

Equity Statistics	
P/B Ratio	1.5
P/E Ratio	13.9
P/FCF	4.8
P/S	1.1
Avg. Mkt Cap. \$B	26.0
Dividend Yield	3.4

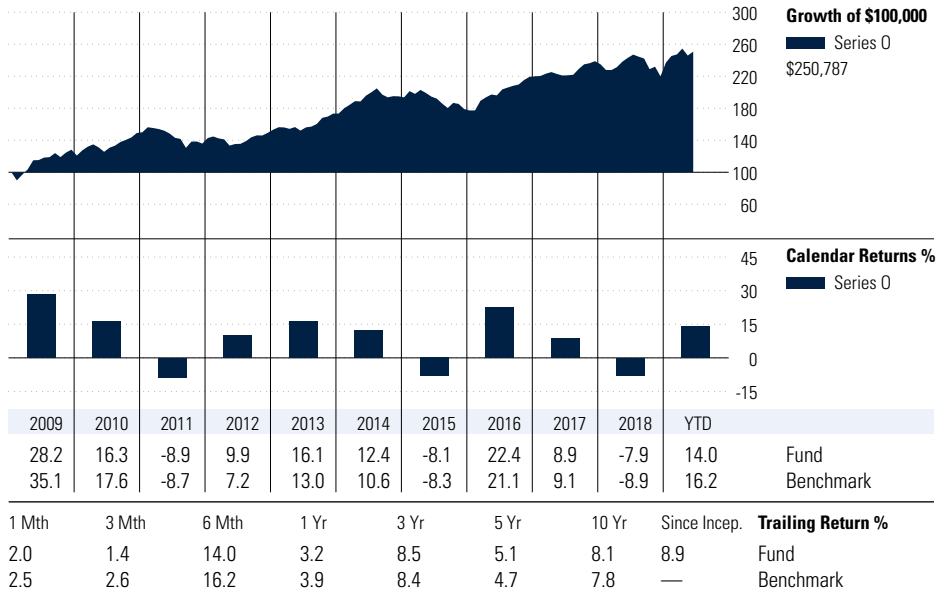
### Top 5 Equity Sectors

	% Equity
Financials	31.3
Energy	21.7
Industrials	11.2
Materials	9.9
Utilities	5.6
<b>% in Top 5 Equity Sectors</b>	<b>79.7</b>

### Risk Measures

	Fund	Benchmark
3 Year Std Dev	8.7	9.2
5 Year Std Dev	9.0	9.0

## Performance Analysis as of June 30, 2019





# RBC Private Canadian Equity Pool

## Management Overview

### Manager Bios

#### Jennifer McClelland

#### RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

### Performance Analysis Cont'd as of June 30, 2019

Distributions (\$)/Unit	YTD*	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Total Distributions	0.46	1.10	0.70	0.68	0.76	0.98	0.90	0.51	0.44	0.47	0.41
Interest	0.46	0.02	0.01	0.06	0.02	0.06	—	—	—	0.07	0.03
Dividends	—	0.71	0.66	0.62	0.63	0.41	0.58	0.51	0.44	0.40	0.38
Capital Gains	—	0.37	0.03	—	0.12	0.50	0.32	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	41.7	5-2007	23.7	8-2008	17.7	8-2014	10.6
Worst	2-2009	-35.9	2-2009	-6.1	5-2012	-1.0	5-2018	4.4
Average		9.6		8.6		7.2		7.4
No. of Periods		179		155		131		71
Pct. Positive		77.7		87.7		94.7		100.0

\* Distributions are characterized into income type at year-end.

### Commentary as at June 30, 2019

The S&P/TSX Composite Index joined other global equity markets in rebounding from declines recorded in late 2018. A number of macroeconomic developments continue to be the focus for equity investors, including the outlook for global trade, the path and pace of global economic growth, and their combined impact on corporate earnings. The uncertain economic backdrop has resulted in central banks moving to a more cautious approach on monetary policy, which has supported equity valuations.

Relative performance of the Fund in the first half of 2019 was aided by security selection in the Utilities sector. The Fund's overweight position in TransAlta contributed to performance as shares in the Calgary-based utility advanced after Brookfield Asset Management agreed to buy TransAlta's electricity assets and invest in the company. The

Fund's overweight position in Air Canada also boosted relative performance, with the carrier's shares benefiting from a positive backdrop for air travel in Canada, and the proposed acquisitions of the Aeroplan rewards business and Air Transat.

Canada's economic outlook reflects slowing U.S. growth, trade uncertainty, moderating housing activity and competitiveness concerns. There is also considerable pressure on the Canadian energy sector due to the continuously challenging environment for the production and transportation of crude oil. On a positive note, job creation in Canada has been accelerating at a swift pace. Overall, the portfolio manager expects below average economic growth in Canada over the next year.



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## Disclosure

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Management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns.

Mutual fund securities are not guaranteed or covered by the Canada Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full

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MER (%) for RBC Funds, RBC Private Pools, 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.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the preceding full year period ended March 31 or half-year period ended September 30 expressed on an annualized basis, depending on availability of

data at the time of publication.

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.

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