

# PH&N Conservative Equity Income Fund



### Investment objective

The fundamental investment objective of the Fund is to provide a high and sustainable level of income, with the potential for capital appreciation and an emphasis on stable returns.

### Fund details

Series	Load structure	Currency	Fund code
F	No load	CAD	RBF333

<b>Inception date</b>	August 2018
<b>Total fund assets \$MM</b>	2,256.9
<b>Series F NAV \$</b>	11.10
<b>Series F MER %</b>	0.77

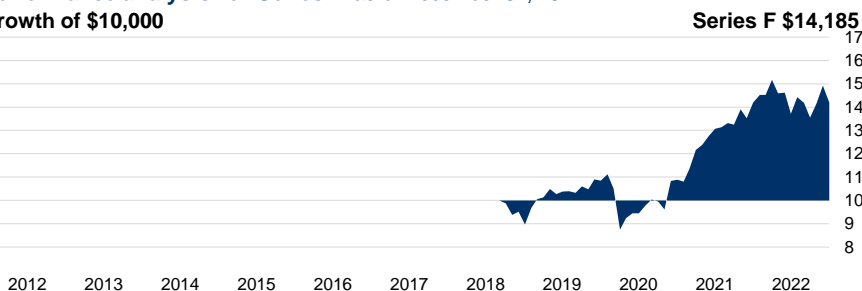
<b>Income distribution</b>	Quarterly
<b>Capital gains distribution</b>	Annually
<b>Sales status</b>	Open
<b>Minimum investment \$</b>	500
<b>Subsequent investment \$</b>	25
<b>Risk rating</b>	Medium
<b>Fund category</b>	Canadian Equity

### Benchmark

50%	S&P/TSX Dividend Index (ex Materials)
50%	S&P/TSX Dividend Index (ex. Energy & Materials but including Oil & Gas Refining & Marketing and Oil & Gas Storage & Transportation sub-industries)

### Performance analysis for Series F as of December 31, 2022

#### Growth of \$10,000



#### Calendar returns %



2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	YTD	
—	—	—	—	—	—	20.9	0.4	30.3	0.0	0.0	Fund
—	—	—	—	—	—	2 <sup>nd</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	1 <sup>st</sup>	Quartile

1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since incep.	Trailing return %
-4.9	4.7	3.5	0.0	9.3	—	—	8.2	Fund
4 <sup>th</sup>	4 <sup>th</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	—	—	—	Quartile
645	641	636	608	522	—	—	—	# of funds in category

### Portfolio analysis as of December 31, 2022

#### Asset mix



	% Assets
Cash	0.4
Fixed income	0.0
Canadian equities	99.6
U.S. equities	0.0
European equities	0.0
Asia-Pacific equities	0.0
Emerging markets equities	0.0

#### Equity style

Large	18	40	23
Mid	5	14	1
Small	0	0	0

- Weight %
- > 50
  - 25-50
  - 10-25
  - 0-10

Value Blend Growth

#### Equity characteristics

Dividend yield (%)	3.4
Price to earnings ratio (forward)	12.9
Price to book ratio	1.5
Weighted average market capitalization (\$Bn)	62.2

## Portfolio analysis continued as of December 31, 2022

Top 25 holdings	% Assets	Equity sector allocation	%
Royal Bank of Canada	5.9	Financials	34.6
Toronto-Dominion Bank	5.8	Industrials	17.4
Canadian National Railway Co	5.4	Energy	15.3
Canadian Pacific Railway Ltd	5.4	Utilities	7.1
Enbridge Inc	4.8	Communication Services	6.6
Bank of Montreal	3.9	Consumer Staples	6.5
Alimentation Couche-Tard Inc	3.9	Real Estate	4.6
Manulife Financial Corp	3.5	Consumer Discretionary	4.1
Brookfield Corp	3.4	Information Technology	3.3
Bank of Nova Scotia	3.2	Materials	0.5
Rogers Communications Inc - Class B Shares	3.1	Health Care	0.0
Constellation Software Inc/Canada	2.8		
Emera Inc	2.7		
Brookfield Infrastructure Partners LP - Partnership Shares	2.7		
Dollarama Inc	2.6		
Sun Life Financial Inc	2.5		
TC Energy Corp	2.5		
Waste Connections Inc	2.4		
Canadian Imperial Bank of Commerce	2.0		
Canadian Natural Resources Ltd	2.0		
Canadian Apartment Properties REIT	2.0		
Intact Financial Corp	1.9		
Suncor Energy Inc	1.8		
Keyera Corp	1.8		
WSP Global Inc	1.6		
<b>Total % of top 25 holdings</b>	<b>79.7</b>		
<b>Total number of stock holdings</b>	<b>47</b>		

Distributions (\$)/unit*	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013	2012
Interest	—	0.01	0.01	0.00	0.00	—	—	—	—	—	—
Canadian dividends	—	0.28	0.28	0.26	0.13	—	—	—	—	—	—
Foreign dividends	—	—	—	—	—	—	—	—	—	—	—
Foreign taxes paid	—	—	—	—	—	—	—	—	—	—	—
Capital gains	—	0.52	—	—	0.11	—	—	—	—	—	—
Return of capital	—	—	—	—	—	—	—	—	—	—	—
<b>Total distributions</b>	<b>1.00</b>	<b>0.80</b>	<b>0.29</b>	<b>0.26</b>	<b>0.24</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</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

#### Scott Lysakowski, Phillips, Hager & North Investment Management

Scott is Vice President, Senior Portfolio Manager, and Head of Canadian Equities for Phillips, Hager & North Investment Management. Scott began his investment management career with the firm in 2002 as a senior research analyst and portfolio manager within the Toronto-based Canadian Equity Team. He transitioned to the Vancouver Canadian Equity Team seven years later and assumed his current leadership role in 2012. Scott is a CFA charterholder.

### Disclosure

RBC Funds, RBC Private Pools, RBC Alternative Funds and PH&N Funds are offered by RBC Global Asset Management Inc. (RBC GAM) and distributed through authorized dealers.

Commissions, trailing commissions, 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. The rates of return for periods of less than one year are simple rates of return. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For funds other than money market funds, unit values change frequently. 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 amount of your investment in the fund will be returned to you. Past performance may not be repeated.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

This document has been compiled by RBC GAM from sources believed to be reliable, but no representations or warranty, express or implied, are made by RBC GAM, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility.

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 \$10K 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. © 2023 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.

Series H and Series I units are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

RBC GAM is the asset management division of Royal Bank of Canada (RBC) which includes RBC Global Asset Management Inc., RBC Global Asset Management (U.S.) Inc., RBC Global Asset Management (UK) Limited, RBC Global Asset Management (Asia) Limited, and BlueBay Asset Management LLP, which are separate, but affiliated subsidiaries of RBC. Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc.

®/™ Trademark(s) of Royal Bank of Canada. Used under licence. © RBC Global Asset Management Inc. 2023