

Printed on April 25, 2017

# BonaVista Canadian Equity Value Fund

## Investment Objective

The fundamental investment objective of the Fund is to provide long-term capital appreciation by investing primarily in a well-diversified portfolio of Canadian common stocks and income trusts.

## Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF7810
Adv	Front End	CAD	RBF6810
Adv	Low Load	CAD	RBF4810

Inception Date	November 2008
Total Fund Assets \$Mil	9.7
Series A NAV \$	10.07
Series A MER %	1.93
Series A Adjusted MER %	1.85
Benchmark	S&P/TSX Capped Composite Total Return Index

Income Distribution	Annually
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Canadian Equity
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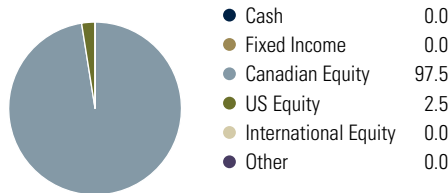
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

## Notes

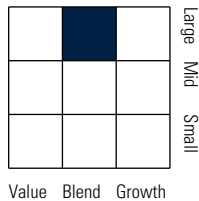
On May 26, 2017, the BonaVista Canadian Equity Value Fund will be terminated. Effective March 6, 2017, units of the fund are no longer available for purchase.

## Portfolio Analysis as of March 31, 2017

### Asset Mix



### Equity Style



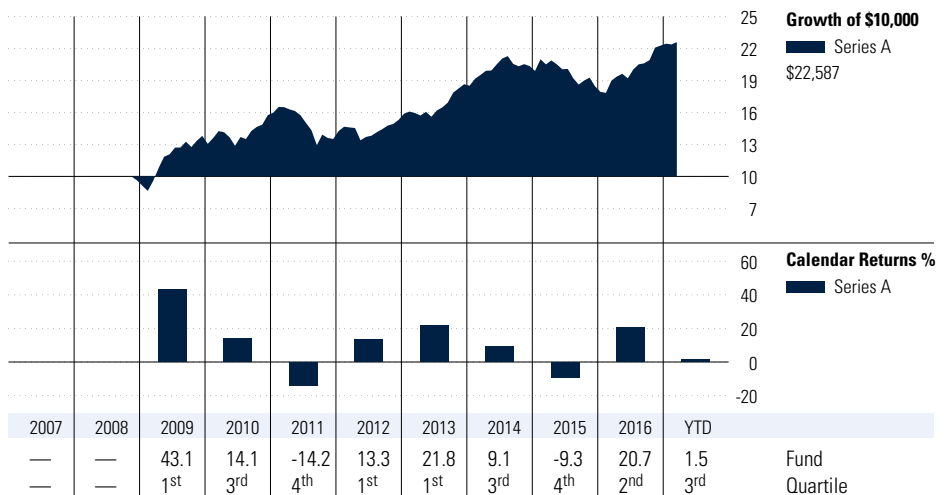
### Global Equity Sectors

Sector	% Equity
Financials	40.3
Industrials	13.6
Energy	12.5
Consumer Discretionary	10.1
Materials	9.5
Information Technology	5.9
Consumer Staples	5.8
Telecommunication Services	2.5
Health Care	0.0
Utilities	0.0
Real Estate	0.0
Unclassified	0.0

### Top 25 Holdings

Company	% Assets
The Toronto-Dominion Bank	7.7
Bank of Nova Scotia	5.8
Royal Bank of Canada	5.4
Suncor Energy Inc	5.0
Canadian National Railway Co	4.9
CIBC	4.6
Bank of Montreal	4.5
Canadian Natural Resources Ltd	3.9
Manulife Financial Corp	3.0
Alimentation Couche-Tard Inc B	2.6
Magna International Inc Class A	2.6
Canadian Pacific Railway Ltd	2.5
Open Text Corp	2.5
National Bank of Canada	2.3
Agrium Inc	2.1
Sun Life Financial Inc	2.1
CGI Group Inc A	1.9
Gildan Activewear Inc	1.9
Teck Resources Ltd Class B	1.8
Canadian Tire Corp Ltd Class A	1.8
Quebecor Inc Class B	1.7
Saputo Inc	1.7
Mitel Networks Corp	1.5
Methanex Corp	1.5
Loblaw Companies Ltd	1.4
Total % of Top 25 Holdings	76.8
Total Number of Stock Holdings	55
Total Number of Bond Holdings	0
Total Number of Other Holdings	0
<b>Total Number of Holdings</b>	<b>55</b>

## Performance Analysis as of March 31, 2017



1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
1.0	1.5	9.6	19.0	5.0	9.1	—	10.3	Fund
4 <sup>th</sup>	3 <sup>rd</sup>	1 <sup>st</sup>	1 <sup>st</sup>	3 <sup>rd</sup>	2 <sup>nd</sup>	—	—	Quartile
624	616	604	535	414	301	138	—	No. of Funds in Category

# BonaVista Canadian Equity Value Fund

## Management Overview

### Manager Bios

**Stuart Kedwell**
**RBC Global Asset Management Inc.**

Stuart Kedwell is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1997.

**Doug Raymond**
**RBC Global Asset Management Inc.**

Doug Raymond is Senior Vice President and Co-Head, North American Equities. He has been in the investment industry since 1985.

### Performance Analysis Cont'd as of March 31, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	5.73	0.11	0.08	0.01	0.10	0.09	0.02	—	—	—	—
Interest	—	—	—	—	—	—	—	—	—	—	—
Dividends	—	0.11	0.08	0.01	0.10	0.09	0.02	—	—	—	—
Capital Gains	5.73	—	—	—	—	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	2-2010	57.5	2-2012	19.3	2-2014	17.3	—	—
Worst	5-2012	-17.0	7-2012	2.8	2-2016	1.5	—	—
Average		10.1		8.4		8.8		—
No. of Periods		89		65		41		—
Pct. Positive		70.8		100.0		100.0		—

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

### Quarterly Commentary as at March 31, 2017

The Fund underperformed its benchmark, the S&P/TSX Composite Index, in the first quarter, with performance negatively impacted by a significant underweight position in the Gold sub-sector, as well as having no exposure to REITs or Utilities.

In contrast, performance was positively impacted by an overweight position in the Information Technology and Consumer Discretionary sectors. Significant contributors to Fund performance included Teck Resources (+8%), Canadian Tire (+13%) and Open Text (+9%), while negative contributors to relative performance included Cenovus Energy (-26%), Suncor Energy (-8%) and SNC-Lavalin (-10%).

During the quarter, expectations for the pace and extent of U.S. President Trump's pro-growth

policies moderated somewhat. As a result, bond yields moved slightly lower, causing interest-rate-sensitive sectors such as Utilities and REITs to perform strongly. Moreover, the Canadian portfolio continues to be tilted to benefit from a rising-rate scenario.

Global economic signs continue to improve, and although U.S. pro-growth policies are developing at a slower pace than we had hoped, ultimately, lower taxes and less regulatory hurdles will be positive for businesses.

Corporate balance sheets remain strong while equity valuations are somewhat above long-term averages, and we maintain our constructive view on equities

# BonaVista Canadian Equity Value Fund

## Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. 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. 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 amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

Phillips, Hager & North Investment Management (PH&N IM) is a division of RBC Global Asset Management Inc. (RBC GAM). RBC GAM is the fund manager and the principal portfolio adviser of PH&N Funds and BonaVista Funds. The principal distributor of PH&N Funds and BonaVista Funds is Phillips, Hager & North Investment Funds Ltd. (PH&NIF), which uses the trade name PH&N Investment Services. RBC GAM is an indirect, wholly-owned subsidiary of Royal Bank of

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MER (%) for RBC Funds and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the half-year period, April 1, 2016 to September 30, 2016, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

Series H and Series I 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.

PH&N Funds Series A formerly known as Series C.

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.

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.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular 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). This is the Morningstar quartile ranking of Series A and F units of the Fund as of March 31, 2017.

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