# PH&N LifeTime 2040 Fund



-25

#### Investment objective

The fundamental investment objective of the Fund is to achieve a balance of income and long-term capital growth relative to its target retirement date of 2040 by investing primarily in investment funds that invest in equity, fixed income, income trust and money market securities and exchange traded funds ("ETFs"), or by investing directly in such securities.

#### **Fund details**

| Series Load structure Currency Fund code  D No Load CAD RBF195  Inception date June 2011  Total fund assets \$MM 202.0  Series D NAV \$ 14.30  Series D MER % 1.12  Income distribution Annually Capital gains distribution Annually Sales status Open Minimum investment \$ 500  Subsequent investment \$ 25  Risk rating Low to Medium Fund category 2035+ Target Date Portfolio |               |               |            |          |  |  |  |
|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------|---------------|------------|----------|--|--|--|
| Inception date June 2011 Total fund assets \$MM 202.0 Series D NAV \$ 14.30 Series D MER % 1.12 Income distribution Annually Capital gains distribution Annually Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                 | Series        |               | Currency   |          |  |  |  |
| Total fund assets \$MM 202.0  Series D NAV \$ 14.30  Series D MER % 1.12  Income distribution Annually  Capital gains distribution Annually  Sales status Open  Minimum investment \$ 500  Subsequent investment \$ 25  Risk rating Low to Medium  Fund category 2035+ Target Date                                                                                                 | D             | No Load       | CAD        | RBF1950  |  |  |  |
| Series D NAV \$ 14.30 Series D MER % 1.12 Income distribution Annually Capital gains distribution Annually Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                       | Inception dat | te            | June 2011  |          |  |  |  |
| Series D MER % 1.12  Income distribution Annually Capital gains distribution Annually Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                            | Total fund as | sets \$MM     | 202.0      |          |  |  |  |
| Income distribution Annually Capital gains distribution Annually Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                 | Series D NAV  | <b>'</b> \$   | 14.30      |          |  |  |  |
| Capital gains distribution Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                                                       | Series D ME   | ₹%            | 1.12       |          |  |  |  |
| Sales status Open Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                                                                                  | Income distr  | bution        | Annually   |          |  |  |  |
| Minimum investment \$ 500 Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                                                                                                    | Capital gains | distribution  | Annually   |          |  |  |  |
| Subsequent investment \$ 25 Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                                                                                                                              | Sales status  |               | Open       |          |  |  |  |
| Risk rating Low to Medium Fund category 2035+ Target Date                                                                                                                                                                                                                                                                                                                          | Minimum inv   | estment \$    | 500        |          |  |  |  |
| Fund category 2035+ Target Date                                                                                                                                                                                                                                                                                                                                                    | Subsequent    | investment \$ | 25         |          |  |  |  |
| 3                                                                                                                                                                                                                                                                                                                                                                                  | Risk rating   |               | Low to Me  | dium     |  |  |  |
| Portfolio                                                                                                                                                                                                                                                                                                                                                                          | Fund catego   | ry            | 2035+ Targ | get Date |  |  |  |
|                                                                                                                                                                                                                                                                                                                                                                                    |               |               | Portfolio  |          |  |  |  |

#### Benchmark

2.00%

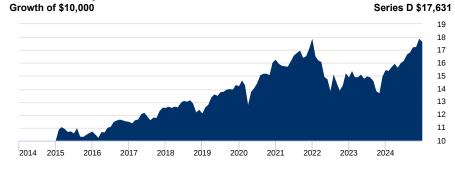
1.00%

| 24.25% | MSCI World Total Return Index (CAD)   |
|--------|---------------------------------------|
| 21.00% | S&P/TSX Capped Composite Total        |
|        | Return Index (CAD)                    |
| 14.50% | S&P 500 Total Return Index (CAD)      |
| 13.35% | FTSE Canada Universe Bond Index       |
| 7.00%  | MSCI Emerging Markets Total Return    |
|        | Net Index (CAD)                       |
| 6.65%  | FTSE Canada Short-Term Overall Bond   |
|        | Index (CAD)                           |
| 5.25%  | MSCI EAFE Total Return Net Index      |
|        | (CAD)                                 |
| 3.00%  | Canada CPI + 400 bps                  |
| 2.00%  | MSCI US Investable Market Real Estate |
|        | 25/50 Index (CAD)                     |
|        |                                       |

Barclays Global Aggregate Corporate Bond Index (Hedged to CAD)

FTSE Canada 30 Day TBill Index

### Performance analysis for Series D as of December 31, 2024



# Calendar returns %

| 0 7.0 9.4 -3.5 17.4 14.3 10.0 -16.7 3.8 14                                                                                           | 14.1 14.1 Fun                       | d      |
|--------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|--------|
| st 1 <sup>st</sup> 3 <sup>rd</sup> 1 <sup>st</sup> 3 <sup>rd</sup> 1 <sup>st</sup> 4 <sup>th</sup> 4 <sup>th</sup> 4 <sup>th</sup> 4 | 4 <sup>th</sup> 4 <sup>th</sup> Qua | artile |

| 1 Mth           | 3 Mth           | 6 Mth           | 1 Yr            | 3 Yr            | 5 Yr            | 10 Yr           | Since incep. | Trailing return %      |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|--------------|------------------------|
| -1.3            | 2.4             | 9.1             | 14.1            | -0.4            | 4.4             | 5.8             | 6.7          | Fund                   |
| 2 <sup>nd</sup> | 4 <sup>th</sup> | 2 <sup>nd</sup> | 4 <sup>th</sup> | 4 <sup>th</sup> | 4 <sup>th</sup> | 4 <sup>th</sup> | _            | Quartile               |
| 45              | 45              | 43              | 43              | 37              | 29              | 15              | _            | # of funds in category |

# **Portfolio analysis** as of December 31, 2024 **Asset mix**

| Asset mix |                                               | % Assets |
|-----------|-----------------------------------------------|----------|
|           | <ul><li>Cash</li></ul>                        | 3.1      |
|           | <ul> <li>Fixed income</li> </ul>              | 22.2     |
|           | <ul> <li>Canadian equities</li> </ul>         | 19.9     |
|           | <ul> <li>U.S. equities</li> </ul>             | 33.9     |
|           | <ul><li>European equities</li></ul>           | 7.3      |
|           | <ul> <li>Asia-Pacific equities</li> </ul>     | 4.1      |
|           | <ul> <li>Emerging markets equities</li> </ul> | 6.7      |
|           | <ul> <li>Real estate</li> </ul>               | 2.8      |

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# Equity style

|       |       |       |        | vveignt %                 |
|-------|-------|-------|--------|---------------------------|
| Large | 21    | 36    | 23     | <ul><li>&gt; 50</li></ul> |
| Mid   | 5     | 9     | 4      | 25-50                     |
| Small | 0     | 1     | 0      | 0 10-25<br>0 0-10         |
|       | Value | Blend | Growth | J O 0-10                  |

#### **Equity characteristics**

| Dividend yield (%)                     | 2.0   |
|----------------------------------------|-------|
| Price to earnings ratio (forward)      | 16.9  |
| Price to book ratio                    | 3.1   |
| Weighted average market capitalization | 676.5 |
| (\$Bn)                                 |       |

#### Portfolio analysis continued as of December 31, 2024

| Top 25 holdings % A                                                        | Assets |
|----------------------------------------------------------------------------|--------|
| Phillips, Hager & North Bond Fund - Series O                               | 13.5   |
| Phillips, Hager & North U.S. Equity Fund -<br>Series O                     | 13.1   |
| Phillips, Hager & North Canadian Equity<br>Underlying Fund - Series O      | 10.5   |
| Phillips, Hager & North Canadian Equity<br>Value Fund - Series O           | 9.5    |
| RBC Global Equity Leaders Fund - Series O                                  | 9.2    |
| RBC QUBE Global Equity Fund - Series O                                     | 7.4    |
| RBC Emerging Markets Equity Fund - Series<br>O                             | 6.9    |
| RBC International Equity Fund - Series O                                   | 5.2    |
| RBC QUBE Low Volatility Global Equity<br>Fund - Series O                   | 4.4    |
| Phillips, Hager & North High Yield Bond<br>Fund - Series O                 | 3.4    |
| RBC High Yield Bond Fund - Series O                                        | 3.3    |
| RBC Global Equity Focus Fund - Series O                                    | 3.0    |
| RBC Canadian Core Real Estate Fund -<br>Series N                           | 2.8    |
| Vanguard Real Estate ETF                                                   | 2.1    |
| BlueBay Global Investment Grade Corporate<br>Bond Fund (Canada) - Series O | 2.0    |
| RBC U.S. Mid-Cap Value Equity Fund -<br>Series O                           | 1.3    |
| Total % of top 25 holdings                                                 | 97.8   |

| Equity sector allocation                |                         | %      | Fix     | Fixed income characteristics     |            |            |         |            |
|-----------------------------------------|-------------------------|--------|---------|----------------------------------|------------|------------|---------|------------|
| Financials                              |                         | 22.1   | Yie     | ld to matu                       | urity (%)  |            |         | 4.0        |
| Information Technology                  |                         | 19.5   | Cui     | rrent yield                      | l (%)      |            |         | 4.2        |
| Industrials                             |                         | 11.1   | Dui     | Duration (years)                 |            |            |         | 5.5        |
| Consumer Discretionary                  |                         | 8.5    | Ave     | erage terr                       | n to matur | ity (years | )       | 8.2        |
| Health Care                             |                         | 7.9    | Ave     | erage cre                        | dit rating |            |         | Α          |
| Consumer Staples                        |                         | 6.8    |         |                                  |            |            |         |            |
| Energy                                  |                         | 6.6    | Fix     | ed incon                         | ne breakd  | own        |         | %          |
| Communication Services                  |                         | 5.8    | Go      | vernment                         | Ronds      |            |         | 32.7       |
| Materials                               |                         | 4.8    |         | Government Bonds Corporate Bonds |            |            |         |            |
| Real Estate                             |                         | 4.4    |         | Other Bonds                      |            |            |         |            |
| Utilities                               |                         | 2.6    |         | Securitized Debt                 |            |            |         | 2.0<br>0.0 |
| Unclassified                            |                         | -0.1   |         | ST Investments (Cash & Other)    |            |            |         |            |
|                                         |                         |        |         | ect Morta                        |            | a outer)   |         | 9.1<br>0.1 |
|                                         |                         |        | Diii    | cci wortg                        | ages       |            |         | 0.1        |
| Highest/lowest returns (%) <sup>†</sup> |                         | 1 yr   |         | 3 yr                             |            | 5 yr       |         | 10 yr      |
|                                         | Ended                   | Return | Ended   | Return                           | Ended      | Return     | Ended   | Return     |
| Highest                                 | 10-2024                 | 26.2   | 12-2021 | 13.9                             | 09-2016    | 11.5       | 12-2021 | 9.6        |
| Lowest                                  | 12-2022                 | -16.7  | 10-2023 | -3.2                             | 09-2023    | 1.5        | 10-2023 | 4.7        |
| Average                                 | _                       | 7.1    | _       | 6.7                              | _          | 6.9        | _       | 6.8        |
| No. of periods                          | _                       | 151    | _       | 127                              | _          | 103        | _       | 43         |
| % positive                              | — 83.4 — 88.2 — 100.0 — |        |         |                                  |            |            |         | 100.0      |

<sup>†</sup>Highest/lowest returns (%) is based on data since inception of the fund.

| Distributions(\$)/unit* | 2024 | 2023  | 2022  | 2021  | 2020 | 2019  | 2018  | 2017  | 2016  | 2015  | 2014 |
|-------------------------|------|-------|-------|-------|------|-------|-------|-------|-------|-------|------|
| Interest                | _    | 0.14  | 0.36  | 0.20  | 0.03 | 0.08  | 0.09  | 0.12  | 0.07  | 0.05  | 0.07 |
| Canadian dividends      | _    | 0.04  | 0.05  | 0.04  | 0.02 | 0.03  | 0.03  | 0.03  | 0.03  | 0.03  | 0.03 |
| Foreign dividends       | _    | 0.05  | 0.07  | 0.05  | 0.04 | 0.05  | 0.07  | 0.07  | 0.07  | 0.07  | 0.06 |
| Foreign taxes paid      | _    | -0.01 | -0.01 | -0.01 | 0.00 | -0.01 | -0.01 | -0.01 | -0.01 | -0.01 | _    |
| Capital gains           | _    | 0.00  | 0.37  | 1.00  | 0.25 | 0.15  | 0.33  | 0.35  | 0.24  | 0.72  | 0.61 |
| Return of capital       | _    | 0.01  | 0.01  | 0.01  | _    | _     | _     | _     | _     | _     | _    |
| Total distributions     | 0.26 | 0.23  | 0.85  | 1.29  | 0.33 | 0.30  | 0.51  | 0.57  | 0.40  | 0.86  | 0.77 |

<sup>\*</sup>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.

# Portfolio manager(s)

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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<sup>TM</sup> 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. © 2025 Morningstar Research Inc.

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