

	SECTORS	FOCUS LIST (PRIMARY RECOMMENDATIONS)	ALTERNATIVES (Recommended for 5% POSITIONS)	ALTERNATIVES (Recommended for 2.5% POSITIONS)	ALTERNATIVES (Recommended for <=2% POSITIONS)
INTEREST SENSITIVE	Financials & Real Estate # of positions: 8 S&P/TSX Weight: 33.5% Focus List Weight: 30.0%	TD Bank (TD) - 2.5% Royal Bank (RY) Bank of Montreal (BMO) National Bank (NA) - 2.5% CIBC (CM) - 2.5% Brookfield Corporation (BN) Intact Financial (IFC) First Capital REIT (FCR.UN) - 2.5%		Manulife Financial (MFC) Sun Life (SLF) Allied Properties (AP.UN) Brookfield Asset Management (BAM) Bank of Nova Scotia (BNS)	
	Utilities # of positions: 1 S&P/TSX Weight: 3.8% Focus List Weight: 2.5%	Brookfield Infrastructure (BIP.UN)* - 2.5%	Fortis (FTS)	Hydro One (H)	
	Communication Services # of positions: 1 S&P/TSX Weight: 3.6% Focus List Weight: 5.0%	TELUS (T)		Rogers (RCI.B)	
	# of Positions in Bucket: 10				
CONSUMER	Consumer Discretionary # of positions: 1 S&P/TSX Weight: 3.6% Focus List Weight: 5.0%	Dollarama (DOL)		Canadian Tire (CTC.A) Restaurant Brands (QSR) Magna (MG)	Spin Master (TOY)
	Consumer Staples # of positions: 1 S&P/TSX Weight: 4.5% Focus List Weight: 5.0%	Couche-Tard (ATD)	Loblaw (L) Metro (MRU)		
	Health Care # of positions: 0 S&P/TSX Weight: 0.3% Focus List Weight: 0.0%				
	# of Positions in Bucket: 2				
INDUSTRIAL	Industrials # of positions: 8 S&P/TSX Weight: 14.6% Focus List Weight: 27.5%	CP Rail (CP) Toromont (TIH) Waste Connections (WCN) Thomson Reuters (TRI) - 2.5% WSP Global (WSP) - 2.5% GFL Environmental (GFL) - 2.5% Bombardier (BBD.B) - 2.5% Element Fleet Mgmt (EFN) - 2.5%	CN Rail (CNR)	Stella-Jones (SJ) Cargojet (CJT) Finning (FTT)	Air Canada (AC) Westshore Terminals (WTE) CAE (CAE)
	Information Technology # of positions: 2 S&P/TSX Weight: 9.0% Focus List Weight: 7.5%	Constellation Software (CSU) Shopify (SHOP) - 2.5%		Kinaxis (KXS) CGI (GIB.A)	Nuvei (NVEI)
	# of Positions in Bucket: 10				
RESOURCE	Energy # of positions: 4 S&P/TSX Weight: 17.3% Focus List Weight: 12.5%	Canadian Natural Res. (CNQ) Suncor (SU) - 2.5% Pembina (PPL) - 2.5% TransCanada (TRP) - 2.5%	Enbridge (ENB)	Cenovus (CVE) ARC Resources (ARX) Tourmaline (TOU)	Enerflex (EFX)
	Basic Materials # of positions: 2 S&P/TSX Weight: 9.9% Focus List Weight: 5.0%	Nutrien (NTR) - 2.5% CCL Industries (CCL.B) - 2.5%		Teck (TECK.B) Wheaton Precious Metals (WPM)	Agnico Eagle (AEM) Barrick (ABX)
	# of Positions in Bucket: 6				
	Total # of Positions 28				

*Note that the BN subsidiaries are Bermuda-based LPs for tax purposes. More information on the taxability of distributions can be found on the tax sections of the partnerships' respective websites.

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Top Pick (TP): Represents analyst's best idea in the sector; expected to provide significant absolute total return over 12 months with a favorable risk-reward ratio.

Outperform (O): Expected to materially outperform sector average over 12 months.

Sector Perform (SP): Returns expected to be in line with sector average over 12 months.

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Distribution of ratings				
RBC Capital Markets, Equity Research				
As of 31-Dec-2023				
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			Serv./Past 12 Mos.	
			Count	Percent
BUY [Outperform]	829	57.17	253	30.52
HOLD [Sector Perform]	575	39.66	154	26.78
SELL [Underperform]	46	3.17	6	13.04

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