

# TD Balanced Growth Fund

525448  
(03/18)

## TD Mutual Funds Annual Management Report of Fund Performance

for the period ended December 31, 2017

This Annual Management Report of Fund Performance contains financial highlights, but does not contain the complete annual financial statements of the investment fund. You can get a copy of the annual financial statements at your request, at no cost, by calling 1-800-386-3757, by writing to us at TD Asset Management Inc., P.O. Box 100, 66 Wellington Street West, TD Bank Tower, Toronto-Dominion Centre, Toronto, Ontario, M5K 1G8, by e-mail to [td.mutualfunds@td.com](mailto:td.mutualfunds@td.com), or by visiting our website at [tdassetmanagement.com](http://tdassetmanagement.com) or the SEDAR website at [sedar.com](http://sedar.com)

Securityholders may also contact us or visit our website to get a copy of the investment fund's interim financial report, proxy voting policies and procedures, proxy voting disclosure record, or quarterly portfolio disclosure at no cost.



### Management Discussion of Fund Performance

#### Investment Objectives and Strategies

The investment objective of TD Balanced Growth Fund (the "Fund") is to seek to provide capital growth and income by investing primarily in equity and fixed income securities of issuers in Canada. In seeking to achieve this objective, the Fund balances the major asset classes based on relative valuation parameters between such asset classes and focuses on high-quality investments. Common stock investments concentrate on those companies which are expected to have above-average earnings growth over the course of a market cycle. The Fund may invest in exchange-traded funds, investment and non-investment grade bonds, and other evidences of indebtedness (including investments in loans).

#### Risk

The risks of investing in the Fund remain as outlined in the simplified prospectus.

#### Results of Operations

The Investor Series units of the Fund returned 8.6 percent\* for the year ended December 31, 2017 ("Reporting Period"), versus 7.8 percent for the Fund's product benchmark, which is composed of 45 percent S&P/TSX Composite Total Return Index ("S&P/TSX Composite TR Index"), 35 percent FTSE TMX Canada Universe Bond Index ("Universe Bond Index") and 20 percent MSCI World Index (Net Dividend, C\$) ("MSCI World Index (ND, C\$)"). Returns for other series of the Fund may vary, largely due to differences in fees and expenses. Unlike the benchmark, the Fund's return is quoted after the deduction of fees and expenses.

#### Market Update

Over the Reporting Period, the Canadian economy improved as a result of increasing exports and rising commodity prices, as well as consumer spending and capital investment growth. Canada's unemployment rate fell from 6.6 percent at the end of 2016, to an almost 40 year low of 5.7 percent by the end of the Reporting Period. The Bank of Canada raised interest rates by 0.25 percent in July and September, bringing its benchmark interest rate to 1.00 percent.

The Canadian equity market posted gains. Health care, consumer discretionary and industrials were among the best-performing sectors, while consumer staples, materials and energy were the worst-performing sectors. The health care sector advanced in response to the solid performance of the pharmaceutical industry. The consumer discretionary sector's performance was driven largely by still-low interest rates, while improved global trade drove the performance of the industrials sector.

Over the first half of the Reporting Period, mid- to long-term Canadian government bonds recovered amid lower oil prices, as well as slowing U.S. growth and the difficulties faced by the U.S. Administration to enact its growth-focused policies. However, near the mid-point of the Reporting Period, a number of developments caused bond prices to decline and yields to rise. Government of Canada yields rose across all maturities.

Global equities posted gains, largely as a result of economic expansion. U.S. equities also advanced in response to increased economic growth. Europe reported solid economic growth as a result of increased consumer spending and exports. The Japanese equity market posted considerable gains over the Reporting Period.

#### Key Contributors/Detractors

The Fund posted a solid return over the Reporting Period and outperformed its benchmark. The Portfolio Adviser's preference for equities over fixed income contributed to the Fund's relative performance. Within equities, both sector allocation and stock selection contributed to relative performance.

- Stock selection across all regions, particularly North America, contributed to the Fund's performance. By sector, the Fund's stock selection across the financials, information technology, industrials, consumer discretionary, telecommunication services, utilities and real estate sectors contributed to relative performance, while holdings within the health care sector trailed the broader market.
- Banks and insurers accounted for the majority of the Fund's financials sector exposure, and almost all financials sector holdings posted double-digit returns. Since banks and insurers usually pay higher taxes than other sector holdings, they stand to disproportionately benefit from U.S. tax reform.
- The information technology sector was the best-performing sector for the Reporting Period. The Fund's holdings in this sector outperformed the broader sector by approximately 13 percent. For example, Shopify Inc. returned over 120 percent as a result of strong revenue growth.
- The impact of currencies detracted from the Fund's performance, as the Canadian dollar strengthened against major international currencies. However, this was more than offset by the outperformance of the Fund's international stocks. Over the long term, the Portfolio Adviser expects currency effect to play a less important role in a Fund's total return.

#### Recent Developments

Looking ahead, the Portfolio Adviser continues to be mindful of a variety of macroeconomic factors that may influence the performance of financial markets. Economic indicators remain robust, with trade, industrial production, job creation and construction activity all positive. While these may further support solid economic growth, any optimism should be balanced against potential risks, including geopolitical developments, trade protectionism and central bank actions.

\* This section compares the returns relative to the Fund's product benchmark. See the Past Performance section for a comparison of the Fund's performance relative to the general market index.

Given the above, the Portfolio Adviser expects central banks around the world to continue winding down their respective stimulus measures. However, inflation has remained subdued despite improving economic growth and production, and the Portfolio Adviser believes this trend may continue in 2018, with elevated debt levels, demographic trends and technology acting as price restraints. Subdued inflation may moderate the need for significantly higher interest rates. As a result, the Portfolio Adviser anticipates that central banks may raise interest rates only modestly during 2018, which would extend the low-yield environment for fixed income investors. Solid economic growth may drive corporate earnings and, in turn, support equity returns. However, the Portfolio Adviser does not expect equity gains to be as robust as they were during the Reporting Period.

As the improving economy and corporate earnings continued to drive stock markets to new highs, the Fund maintained and benefited from its sector allocation. In addition, the Fund maintained an overweight allocation to international equities relative to its benchmark. To add additional returns to the Fund in the current environment, the Portfolio Adviser introduced an option writing strategy that uses the existing proprietary research platform. During the Reporting Period, the Portfolio Adviser found it advantageous to write put options (the right to sell security at a certain price at a certain time) on high-quality companies that experienced short-term volatility, and that the Portfolio Adviser was willing to own at a lower price. This strategy allowed the Fund to collect additional return on its strategic cash position.

The Portfolio Adviser continues to view companies with superior cash flows as very attractive in the current low-yield, low-growth environment. In addition, the Portfolio Adviser continues to favour companies with strong balance sheets, proven earnings growth and sustainable competitive advantages.

Within fixed income, the Portfolio Adviser continues to favour the yield advantage of corporate bonds over government bonds, and expects corporate bonds to outperform government bonds of similar duration, which is a measure of a bond's sensitivity to changes in interest rates, over the medium to long term. The Fund's fixed income holdings remain focused on capital preservation by maintaining duration below that of its benchmark. The Portfolio Adviser recognizes the impact that low fixed income market liquidity could have on the Fund's performance and continues to structure its holdings with an emphasis on quality and liquidity.

### Related Party Transactions

Affiliates of TD Asset Management Inc. ("TDAM") may earn fees and spreads in connection with various services provided to, or transactions with, the Fund, such as in connection with banking, custody, brokerage and derivatives transactions.

#### *Manager, Trustee and Portfolio Adviser:*

TDAM, a wholly-owned subsidiary of The Toronto-Dominion Bank ("TD"), is the manager, trustee and portfolio adviser of the Fund. The Fund pays TDAM an annual management fee, which may vary for each series of Fund units, and an annual administration fee of 0.08 percent with respect to the Investor Series and Advisor Series units of the Fund.

#### *Distributor:*

For certain series of units of the Fund, TD Investment Services Inc., a wholly-owned subsidiary of TD, is the principal distributor for which it is paid a trailer commission by TDAM. Units of the Fund are also distributed through brokers and dealers including TD Waterhouse Canada Inc. ("TDW"), a wholly-owned subsidiary of TD. TDW, like other dealers, is paid a trailer commission by TDAM for distributing certain series of units of the Fund. Trailer commissions are paid by TDAM out of the management fees it receives from the Fund and are based on the average value of assets held by each dealer.

#### *Registrar and Transfer Agent:*

TD is the registrar and transfer agent of the Fund, and as such maintains all unitholder records, processes purchase, switch, conversion and redemption orders, issues investor statements and prepares annual tax reporting information on behalf of the Fund.

TD earns a foreign exchange spread when unitholders switch between units of funds denominated in different currencies. The Fund also maintains bank accounts and overdraft provisions with TD for which TD earns a fee.

*Buying and Selling Securities:*

TDAM has established an independent review committee ("IRC") which acts as an impartial and independent committee to review and provide recommendations or, if appropriate, approvals respecting any conflict of interest matters referred to it by TDAM. The IRC prepares, at least annually, a report of its activities for securityholders of the Fund. The report is available on the TDAM website at [tdassetmanagement.com](http://tdassetmanagement.com) or at the securityholder's request at no cost by contacting TDAM (see front cover).

The Fund relied on standing instructions from the IRC in respect of one or more of the following transactions:

- (a) trades in securities of TD or any affiliate or associate thereof;
- (b) investments in the securities of an issuer where TD Securities Inc., TDW, or any other affiliate of TDAM (a "Related Dealer") acted as an underwriter during the distribution of such securities and the 60-day period following the completion of the distribution of the underwritten securities;
- (c) purchases or sales of securities of an issuer from or to another investment fund or discretionary managed account managed by TDAM; and
- (d) purchases of securities from or sales of securities to a Related Dealer, where it acted as principal.

The relevant standing instructions require that securities transactions with related parties conducted by TDAM (i) are free from any influence by an entity related to TDAM and without taking into account any consideration relevant to an entity related to TDAM; (ii) represent the business judgment of TDAM uninfluenced by considerations other than the best interests of the Fund; (iii) comply with the applicable policies and procedures of TDAM; and (iv) achieve a fair and reasonable result for the Fund.

*Brokerage Arrangements (000s):*

From time to time, the Fund may enter into portfolio securities transactions with Related Dealers who may earn commissions or spreads provided that such trades are made on terms and conditions that are comparable to non-affiliated brokerages. During the Reporting Period, the Fund paid commissions to related parties amounting to \$14 or 3.47 percent of total commissions paid by the Fund for portfolio transactions in total.

## Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the past five fiscal years, as applicable.

### Net Assets per Unit (\$)¹

INVESTOR SERIES	2017	2016	2015	2014	2013
<b>Net Assets, Beginning of Year</b>	26.04	24.33	24.63	23.90	21.61
<b>Increase (Decrease) from Operations:</b>					
Total Revenue	0.71	0.78	0.83	0.79	0.73
Total Expenses (excluding distributions)	(0.64)	(0.60)	(0.60)	(0.60)	(0.54)
Realized Gains (Losses) for the Period	0.93	0.99	0.93	1.56	0.88
Unrealized Gains (Losses) for the Period	1.24	1.00	(0.70)	0.30	1.40
<b>Total Increase (Decrease) from Operations²</b>	2.24	2.17	0.46	2.05	2.47
<b>Distributions:</b>					
From Net Investment Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	(0.09)	(0.17)	(0.23)	(0.15)	(0.17)
From Capital Gains	0.00	(0.30)	(0.49)	(1.11)	(0.04)
Return of Capital	0.00	0.00	0.00	0.00	0.00
<b>Total Annual Distributions³</b>	(0.09)	(0.47)	(0.72)	(1.26)	(0.21)
<b>Net Assets at December 31</b>	28.20	26.04	24.33	24.63	23.90
<b>ADVISOR SERIES</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
<b>Net Assets, Beginning of Year</b>	13.61	12.71	12.88	12.51	11.31
<b>Increase (Decrease) from Operations:</b>					
Total Revenue	0.37	0.41	0.44	0.41	0.38
Total Expenses (excluding distributions)	(0.33)	(0.31)	(0.32)	(0.32)	(0.29)
Realized Gains (Losses) for the Period	0.48	0.51	0.49	0.82	0.46
Unrealized Gains (Losses) for the Period	0.66	0.52	(0.36)	0.17	0.73
<b>Total Increase (Decrease) from Operations²</b>	1.18	1.13	0.25	1.08	1.28
<b>Distributions:</b>					
From Net Investment Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	(0.04)	(0.09)	(0.12)	(0.07)	(0.08)
From Capital Gains	0.00	(0.16)	(0.26)	(0.59)	(0.02)
Return of Capital	0.00	0.00	0.00	0.00	0.00
<b>Total Annual Distributions³</b>	(0.04)	(0.25)	(0.38)	(0.66)	(0.10)
<b>Net Assets at December 31</b>	14.73	13.61	12.71	12.88	12.51

Footnotes for the above table(s) can be found at the end of the Net Assets per Unit section.

## Net Assets per Unit (\$)¹ (continued)

F-SERIES	2017	2016	2015	2014	2013
<b>Net Assets, Beginning of Year</b>	13.73	12.74	12.89	12.38	11.18
<b>Increase (Decrease) from Operations:</b>					
Total Revenue	0.38	0.41	0.44	0.41	0.38
Total Expenses (excluding distributions)	(0.18)	(0.17)	(0.17)	(0.16)	(0.12)
Realized Gains (Losses) for the Period	0.50	0.50	0.45	0.81	0.46
Unrealized Gains (Losses) for the Period	0.62	0.59	(0.50)	0.05	0.74
<b>Total Increase (Decrease) from Operations²</b>	1.32	1.33	0.22	1.11	1.46
<b>Distributions:</b>					
From Net Investment Income (excluding dividends)	0.00	0.00	0.00	0.00	0.00
From Dividends	(0.16)	(0.19)	(0.25)	(0.22)	(0.24)
From Capital Gains	0.00	(0.11)	(0.26)	(0.46)	(0.02)
Return of Capital	0.00	0.00	0.00	0.00	0.00
<b>Total Annual Distributions³</b>	(0.16)	(0.30)	(0.51)	(0.68)	(0.26)
<b>Net Assets at December 31</b>	14.92	13.73	12.74	12.89	12.38

¹ This information is derived from the Fund's audited annual financial statements. The Fund adopted International Financial Reporting Standards ("IFRS") on January 1, 2014 and accordingly adjusted the immediately preceding financial year ended December 31, 2013 to reflect the amounts in accordance with IFRS. Previously, financial statements were prepared as per Canadian generally accepted accounting principles ("GAAP") under which the Fund measured fair values of its investments based on bid prices for long positions and ask prices for short positions. As such, the net assets per unit presented in the financial statements may have differed from the net asset value ("NAV") per unit calculated for fund pricing purposes. Under IFRS, the Fund measures fair values of its investments based on close market prices, where the close market price falls within the bid-ask spread or based on quotations from recognized dealers. As such, the Fund's accounting policies for measuring the fair value of investments in the financial statements are substantively consistent with those used in measuring the NAV for transactions with unitholders.

² Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial periods. These tables are not intended to be a reconciliation of the net assets per unit.

³ Distributions were paid in cash or reinvested in additional units of the Fund, or both.

## Ratios and Supplemental Data

INVESTOR SERIES	2017	2016	2015	2014	2013
Total Net Asset Value (\$000s)¹	802,297	794,969	799,596	867,780	888,656
Number of Units Outstanding (000s)¹	28,453	30,523	32,870	35,233	37,187
Management Expense Ratio (%)²	2.22	2.22	2.22	2.23	2.24
Management Expense Ratio Before Waivers or Absorptions (%)	2.25	2.22	2.22	2.23	2.24
Trading Expense Ratio (%)³	0.05	0.07	0.06	0.07	0.09
Portfolio Turnover Rate (%)⁴	30.55	42.25	33.15	34.47	44.13
Net Asset Value per Unit (\$)	28.20	26.04	24.33	24.63	23.90
ADVISOR SERIES	2017	2016	2015	2014	2013
Total Net Asset Value (\$000s)¹	21,493	23,267	25,150	28,926	30,606
Number of Units Outstanding (000s)¹	1,459	1,710	1,978	2,246	2,447
Management Expense Ratio (%)²	2.24	2.24	2.23	2.28	2.29
Management Expense Ratio Before Waivers or Absorptions (%)	2.27	2.24	2.23	2.28	2.29
Trading Expense Ratio (%)³	0.05	0.07	0.06	0.07	0.09
Portfolio Turnover Rate (%)⁴	30.55	42.25	33.15	34.47	44.13
Net Asset Value per Unit (\$)	14.73	13.61	12.71	12.88	12.51

Footnotes for the above table(s) can be found at the end of the Ratios and Supplemental Data section.

## Ratios and Supplemental Data (continued)

F-SERIES	2017	2016	2015	2014	2013
Total Net Asset Value (\$000s) <sup>1</sup>	10,153	7,030	3,840	2,484	1,623
Number of Units Outstanding (000s) <sup>1</sup>	681	512	301	193	131
Management Expense Ratio (%) <sup>2</sup>	1.11	1.11	1.11	1.02	0.89
Management Expense Ratio Before Waivers or Absorptions (%)	1.11	1.11	1.11	1.02	0.89
Trading Expense Ratio (%) <sup>3</sup>	0.05	0.07	0.06	0.07	0.09
Portfolio Turnover Rate (%) <sup>4</sup>	30.55	42.25	33.15	34.47	44.13
Net Asset Value per Unit (\$)	14.92	13.73	12.74	12.89	12.38

<sup>1</sup> This information is provided as at December 31 of the past five fiscal years, as applicable.

<sup>2</sup> Management expense ratio ("MER") is based on total expenses (excluding distributions, commissions and other portfolio transaction costs) net of any waivers or absorptions for the stated period, including the Fund's proportionate share of the MER, if any, of the underlying fund(s) in which the Fund has invested in, and is expressed as an annualized percentage of daily average NAV during the period. Any waivers or absorptions may be discontinued at any time by TDAM at its discretion without notice.

<sup>3</sup> The trading expense ratio ("TER") represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average NAV during the stated period. Where a Fund invests in units of any underlying fund, the TER presented for the Fund includes the portion of TERs, if available, of the underlying fund(s) attributable to this investment.

<sup>4</sup> The Fund's portfolio turnover rate ("PTR") indicates how actively the Fund's portfolio adviser manages its investments. A PTR of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the stated period. The higher a fund's PTR, the greater the trading costs payable, directly or indirectly, by the fund in the period, and the greater the chance of an investor receiving taxable capital gains in the fiscal year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

### Management Fees

As manager and trustee of the Fund, TDAM is responsible for the overall business and affairs of the Fund, including activities related to making units of the Fund available to investors, and providing, or arranging for the provision of, investment advisory services and marketing services to the Fund. In consideration for the provision of such services, each series of the Fund pays TDAM a management fee.

Management fees are calculated and accrued as a percentage of the net asset value of each series of units of the Fund, as of the close of business on each business day for each series and are paid monthly to TDAM.

Prior to July 27, 2017, the simplified prospectus disclosed the maximum management fee rate that TDAM could charge for each series of units of the Fund (so the actual management fee charged to the Fund might have been less than the maximum management fee rate). TDAM was able to charge the maximum management fee without notice to unitholders. Effective July 27, 2017, the simplified prospectus discloses a specified annual management fee rate. Where TDAM chooses to charge a management fee rate below the specified annual management fee rate, the difference represents a waiver of management fees. TDAM may waive all or a portion of the management fees being charged to the Fund, which may be discontinued at any time by TDAM at its discretion without notice to unitholders.

The annual management fees and a breakdown of the major services rendered for each series, as a percentage of the management fees paid, are as follows:

(expressed as a %)	Annual Mgmt. Fees	Dealer Compensation	Waived Operating Expenses	Other <sup>‡</sup>
Investor Series	2.00	39.75	0.01	60.24
Advisor Series	2.00	39.57	0.01	60.42
F-Series	1.00	0.00	0.01	99.99

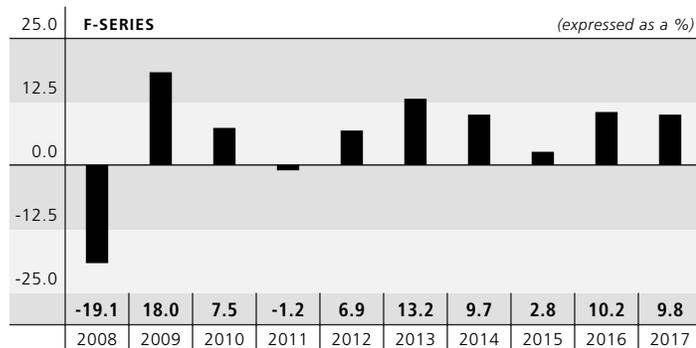
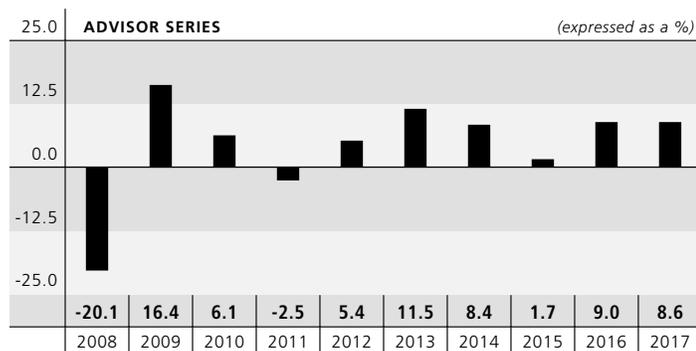
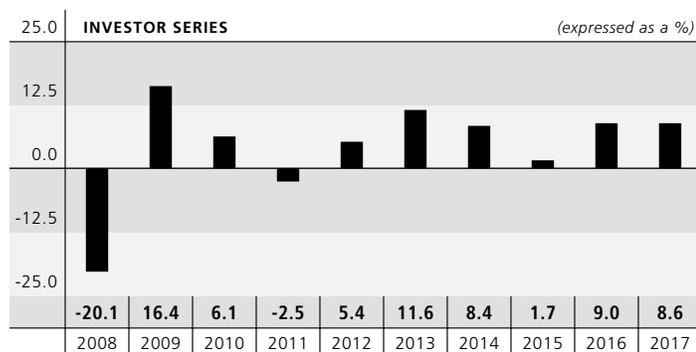
<sup>‡</sup> Investment advisory, trustee, marketing services and other.

### Past Performance

The following charts show how the Fund has performed in the past, and can help you understand the risks of investing in the Fund. These returns include the reinvestment of all distributions and would be lower if an investor did not reinvest distributions. They do not include deduction of sales, switch, redemption, or other optional charges (which dealers may charge) or income taxes payable, and these returns would be lower if they did. The Fund's past performance does not necessarily indicate how it will perform in the future.

#### Year-by-year returns

The bar charts show how the Fund's performance has varied from year to year for each of the years shown. They show in percentage terms how an investment made on January 1 would have increased or decreased by December 31.



### Annual Compound Returns

The following table shows the annual compound total returns for each series of units of the Fund for each of the periods indicated ended on December 31, 2017, compared with the following benchmarks:

- The Product Benchmark is composed of:
  - 45% S&P/TSX Composite TR Index – This index is comprised of Canadian issuers traded on the Toronto Stock Exchange;
  - 35% Universe Bond Index – This index is comprised of Canadian investment-grade bonds which mature in more than one year; and
  - 20% MSCI World Index (ND, C\$) – This index includes stocks of companies in all the developed markets around the world, net of withholding taxes.
- General market indices:
  - S&P/TSX Composite TR Index.
  - Universe Bond Index.

(expressed as a %)	Past 10 years	Past 5 years	Past 3 years	Past year
<b>INVESTOR SERIES</b>				
Product Benchmark	4.0	7.8	6.4	8.6
General market:				
Universe Bond Index	5.5	8.3	6.4	7.8
S&P/TSX Composite TR Index	4.7	3.0	2.6	2.5
	4.6	8.6	6.6	9.1
<b>ADVISOR SERIES</b>	4.0	7.8	6.4	8.6
Product Benchmark	5.5	8.3	6.4	7.8
General market:				
Universe Bond Index	4.7	3.0	2.6	2.5
S&P/TSX Composite TR Index	4.6	8.6	6.6	9.1
<b>F-SERIES</b>	5.3	9.1	7.6	9.8
Product Benchmark	5.5	8.3	6.4	7.8
General market:				
Universe Bond Index	4.7	3.0	2.6	2.5
S&P/TSX Composite TR Index	4.6	8.6	6.6	9.1

Over the Reporting Period, units of the Investor Series and Advisor Series returned 8.6 percent and F-Series returned 9.8 percent. This compares to a return of 2.5 percent for Universe Bond Index and 9.1 percent for S&P/TSX Composite TR Index. Variations in the returns for the different series of the Fund are largely due to differences in fees and expenses. Unlike the indices, the Fund's return is quoted after the deduction of fees and expenses. Exposure to foreign equities contributed to relative performance compared to S&P/TSX Composite TR Index and Universe Bond Index. Stock selection was the major contributor to the Fund's performance.

## Summary of Investment Portfolio

as at December 31, 2017

	% of Net Asset Value
<b>ASSET ALLOCATION</b>	
Canadian Equities	40.1
U.S. Equities	15.2
Canadian Corporate Bonds	13.7
International Equities	10.8
Canadian Government Bonds & Guarantees	8.9
Income Trusts	1.7
U.S. Corporate Bonds	1.3
Index Equivalents	0.6
International Government Bonds & Guarantees	0.5
Supranationals	0.3
Mortgage-Backed Securities	0.2
International Corporate Bonds	0.0
Options	0.0
Cash	6.5
Other Net Assets (Liabilities)	0.2

**PORTFOLIO DETAILS**

Financials	21.7
Energy	11.7
Industrials	8.3
Consumer Discretionary	6.1
Information Technology	5.9
Materials	3.6
Telecommunication Services	2.9
Consumer Staples	2.6
Health Care	2.0
Utilities	1.7
Real Estate	1.3
Bonds	24.7
Index Equivalents	0.6
Mortgage-Backed Securities	0.2
Options	0.0
Cash	6.5
Other Net Assets (Liabilities)	0.2

<b>TOTAL NET ASSET VALUE (000s)</b>	\$	833,943
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as at December 31, 2017

	% of Net Asset Value
<b>TOP 25 INVESTMENTS*</b>	
1. Cash	6.5
2. Royal Bank of Canada	4.1
3. The Toronto-Dominion Bank†	4.0
4. The Bank of Nova Scotia	3.0
5. Enbridge Inc.	2.1
6. Canadian National Railway Company	2.0
7. Manulife Financial Corporation	2.0
8. Brookfield Asset Management Inc.	2.0
9. Canadian Natural Resources Limited	1.7
10. Brookfield Infrastructure Partners L.P.	1.7
11. TransCanada Corporation	1.6
12. BCE Inc.	1.4
13. Province of Ontario 2.90% due December 02, 2046	1.2
14. Dollarama Inc.	1.1
15. Agrium Inc.	1.1
16. Suncor Energy Inc.	1.1
17. Restaurant Brands International Inc.	1.1
18. Canadian Pacific Railway Limited	1.1
19. Government of Canada 1.00% due June 01, 2027	1.1
20. CAE Inc.	1.1
21. Canadian Imperial Bank of Commerce	1.0
22. Alimentation Couche-Tard Inc.	1.0
23. Vermilion Energy Inc.	0.9
24. Morgan Stanley	0.8
25. Ameriprise Financial Inc.	0.8
Total % of Net Asset Value represented by these holdings	45.5

\* The holdings represent a combination of the Fund's holdings and its exposure to holdings of the exchange-traded funds the Fund invested in.

† Related party to the Fund as an affiliated entity of TD Asset Management Inc.

Note: Totals may not add due to rounding to one decimal place of individual figures.

The Summary of Investment Portfolio may change due to ongoing portfolio transactions of the Fund. Updates are available quarterly. You may obtain the most current quarterly information by contacting TD Mutual Funds at 1-800-386-3757, by writing to us at TD Asset Management Inc., P.O. Box 100, 66 Wellington Street West, TD Bank Tower, Toronto, Ontario, M5K 1G8, or by e-mail to [td.mutualfunds@td.com](mailto:td.mutualfunds@td.com)

## Caution regarding forward-looking statements

Certain portions of this report, including, but not limited to, “Results of Operations” and “Recent Developments”, may contain forward-looking statements including, but not limited to, statements about the Fund, its strategy, risks, expected performance and condition. Forward-looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as “expects”, “anticipates”, “intends”, “plans”, “believes”, “estimates” and similar forward-looking expressions or negative versions thereof.

In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future general economic, political and relevant market factors, such as interest rates, foreign exchange rates, equity and capital markets, and the general business environment, in each case assuming no changes to applicable tax or other laws or government regulation. Expectations and projections about future events are inherently subject to, among other things, risks and uncertainties, some of which may be unforeseeable. Accordingly, assumptions concerning future economic and other factors may prove to be incorrect at a future date.

Forward-looking statements are not guarantees of future performance, and actual events could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and relevant market factors in North America and internationally, interest and foreign exchange rates, equity and capital markets, business competition, technological change, changes in government relations, unexpected judicial or regulatory proceedings and catastrophic events.

The above mentioned list of important factors is not exhaustive. You are encouraged to consider these and other factors carefully before making any investment decisions and you are urged to avoid placing any undue reliance on forward-looking statements. Further, there is no specific intention of updating any forward-looking statements contained herein whether as a result of new information, future events or otherwise.

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