

RBC Capital Markets

Chuck Winograd

Group Head, RBC Capital Markets



Our businesses

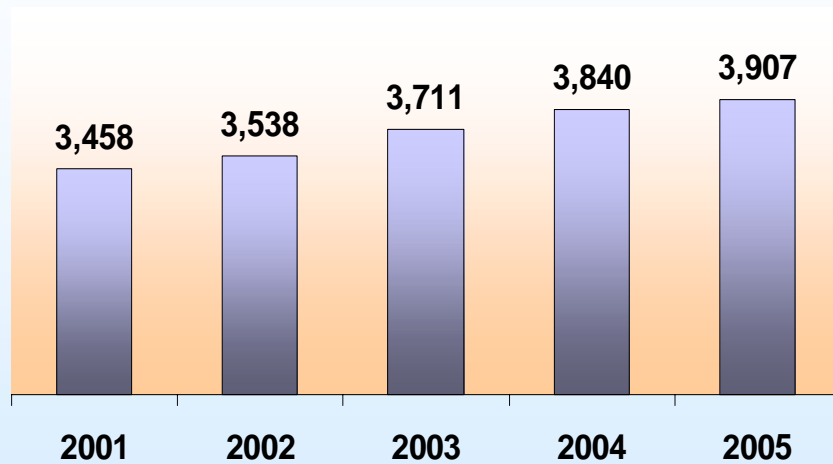


Global Markets	Global Investment Banking & Equity Markets	Other			RBC Dexia JV
		National Clients	Global Research	Global Credit	
<i>M. Standish</i>	<i>D. McGregor</i>	<i>A. Sutherland</i>	<i>B. Moriarty</i>	<i>M. Hughes</i>	<i>J. Placido</i>
<ul style="list-style-type: none"> • Global Debt Markets • Global Arb. & Trading • Alternative Assets • F/X & Treasury Mgmt. 	<ul style="list-style-type: none"> • Investment Bkg. • Corp. Lending • Equity Sales & Trading 	<ul style="list-style-type: none"> • Upper Cdn. mid-market clients 	<ul style="list-style-type: none"> • Equity • Economic • F/X • Debt Markets • Credit Markets 	<ul style="list-style-type: none"> • Corp. Banking • Portfolio Mgmt. • Global FIs • Marketing/Strategy • Canadian CMBS 	<ul style="list-style-type: none"> • Custody • Funds Mgmt.
2005 Revenue (teb)* (\$millions)	2005 Revenue (teb)* (\$millions)	2005 Revenue (teb)* (\$millions)			
2,210	979	827**			

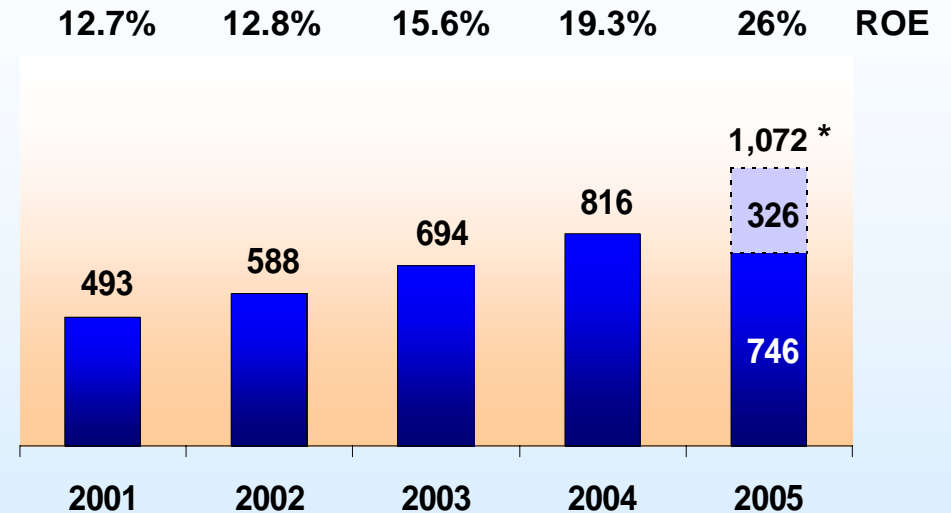
* Taxable equivalent basis. Revenue (teb) is a non-GAAP financial measure, see Appendix for a reconciliation.

** RBC financials prior to formation of joint venture.

Gross Revenue (CAD MM)



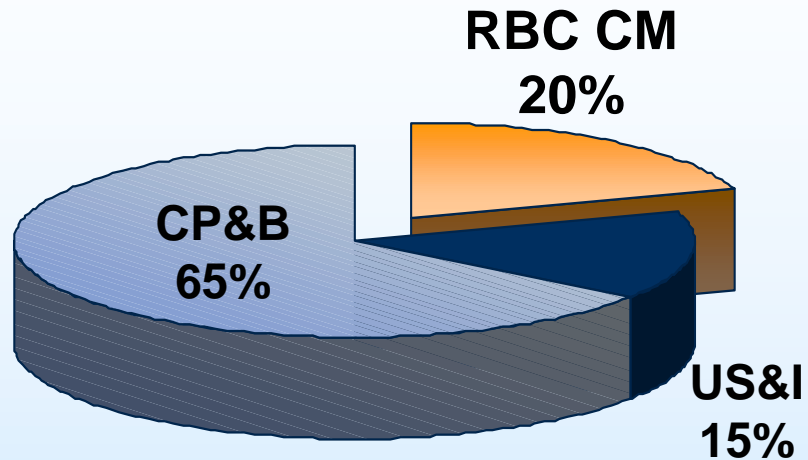
NIAT (CAD MM)



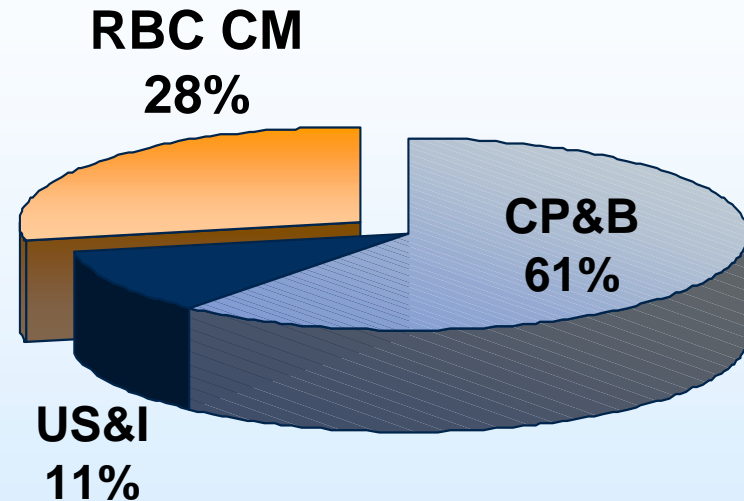
* Excludes Enron-related litigation reserve of \$326 million (\$591 million pre-tax). This is a non-GAAP measure – refer to discussion of the use of non-GAAP financial information in the Appendix.

We generate 20% of RBC's revenue, 28% of NIAT *

2005 Revenue
 (CAD MM)



2005 NIAT *
 (CAD MM)

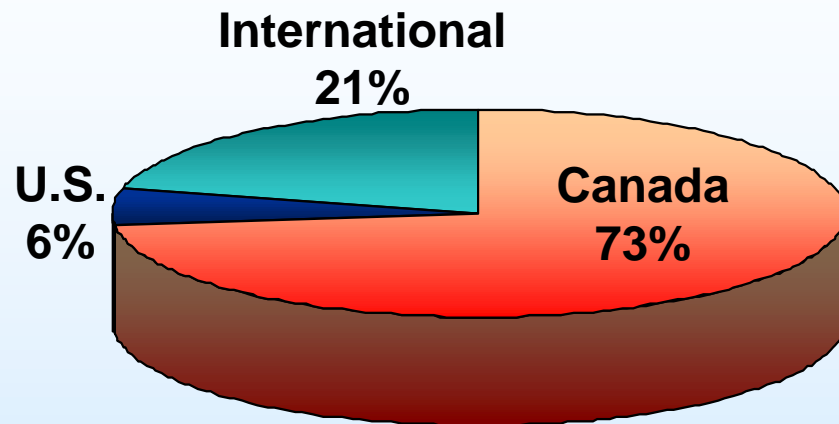


Note: Results from continuing operations.

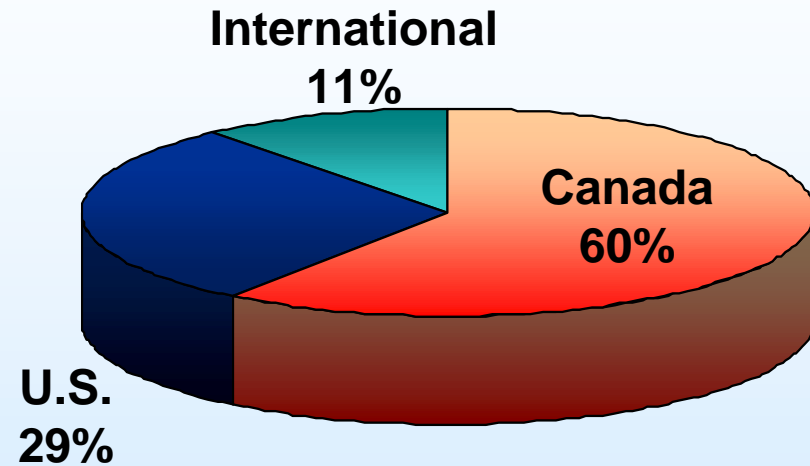
* From continuing operations. Excludes Enron-related litigation reserve of \$326 million (\$591 million pre-tax). This is a non-GAAP measure, see Appendix for a reconciliation. Using reported 2005 NIAT from continuing operations, RBCCM 22%, CP&B 67%, US&I 12%.

Our business reach is changing

2002 NIAT



2005 NIAT *




* Excludes Enron-related litigation reserve of \$326 million (\$591 million pre-tax). This is a non-GAAP measure, see Appendix for a reconciliation. Using reported 2005 NIAT, Canada 86%, U.S. (2)% and International 16%.



In Canada we are a bulge-bracket firm.

In the U.S., we focus on the mid-market.


In Europe and Asia, we are a debt-driven investment bank.

A world map with a light blue background. The Americas are highlighted in a darker blue, Europe and Asia in a light green, and Africa and Australia in a light yellow. The text is overlaid on the map.

**In Canada we are a
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We are driving growth through new talent and teams

- 
- U.S. Investment Banking
 - Alternative Assets
 - USD Agency
 - U.S. M&A
 - Canadian Energy
 - Mining
 - Global Energy
 - Global Equities
 - Infrastructure/Project Finance
 - Public Finance
 - Financial Sponsors
 - Futures Trading
 - Asian FX Strategist
 - USD Treasury Trading
 - New U.S. REIT Research Team
 - Debt Markets

We have four strategic goals

A world map with a light blue background, overlaid with a semi-transparent white box containing the strategic goals. The map shows the continents in various shades of green and brown.

Undisputed leader in Canada

Top-tier provider to U.S. mid-market

Global structurer and trader for retail and wholesale clients

Leading global fixed income bank

RBC Capital Markets


Doug McGregor

Head of Global Investment Banking & Equity Markets



Dealmaker of the Year for the 8 th Consecutive Year (1998-2005)	<i>Financial Post</i>
#1 in M&A, 2005	Thomson & <i>Globe and Mail</i>
#1 Canadian dollar dealer, 2004	<i>Euromoney</i>
#1 in Debt, 2005	Bloomberg & <i>Globe and Mail</i>
#1 in Canadian Syndicated Loans, 2005	Bloomberg & <i>Loan Pricing Corporation</i>
#2 in Equity, 2005	Bloomberg & <i>Globe and Mail</i>
Best Debt and Equity House of the Year, 2005	<i>Euromoney</i>

We intend to increase our lead in the Canadian market

A faint, light blue graphic of a globe showing the Americas, positioned in the upper right corner of the slide.

We are focusing on:

- Putting the best team on the ice
- Alignment of Resources
- Leveraging the loan book
- Providing Canadian clients with differentiated service:
 - Cross-border capability
 - Global fixed income distribution and the leading Maple Market bank
 - The reputation and familiarity of Canada's leading investment bank
- Renewing our client base through the National Clients group

- In the U.S. RBC CM offers a wide collection of capital markets products to many client segments:

Clients

- Middle Market Companies
(*< USD 2 B market cap*)
- Financial Sponsors
- Institutional Investors
- Financial Institutions
- Hedge Funds
- Super-Nationals
- Municipalities
- Multinational Corporations
- Governments/Agencies
- Super HNW Individuals

Products/Services

- Equity Financing, M&A & Advisory Services
- Equity Sales and Trading
- Private Placements
- Research
- Corporate Lending
- Origination, Trading & Distribution of Fixed Income Products
- Securitization
- Proprietary Trading
- Alternative Assets
- Structured Products

U.S. Equity League Tables



Calendar YTD 2006 Equity Offerings					
Rank	Investment Bank	# of Lead Mgd	# of Co Mgd	Total # of Transactions	Total Amount Raised (\$MMs)
1	Citigroup Global Markets Inc	38	13	51	\$30,523.97
2	Merrill Lynch & Co	37	12	49	26,282.57
3	UBS Securities Inc	39	9	48	23,287.51
4	JP Morgan Securities Inc	29	13	42	21,964.22
5	Banc of America Securities	26	13	39	15,610.12
6	Lehman Brothers	28	10	38	19,939.74
7	Deutsche Bank Securities Inc	25	13	38	15,957.24
8	Morgan Stanley	31	3	34	23,807.92
9	Goldman Sachs & Co	26	7	33	23,611.58
10	Wachovia Capital Markets LLC	17	16	33	13,958.98
11	Credit Suisse Securities (USA) LLC	25	6	31	16,445.52
12	Bear Stearns & Co Inc	17	12	29	13,013.58
13	RBC Capital Markets	11	12	23	5,805.44
14	Raymond James	6	17	23	4,582.79
15	Piper Jaffray & Co	9	14	23	3,604.13
16	AG Edwards & Sons Inc	5	14	19	4,670.06
17	Thomas Weisel Partners LLC	8	11	19	3,789.69
18	Jefferies & Co Inc	7	11	18	6,285.61
19	CIBC World Markets	5	13	18	3,884.83
20	SG Cowen & Co LLC	6	9	15	1,692.75

Source: Dealogic. Includes IPOs, follow-ons and unit offerings greater than \$15 million as of April 13, 2006. Excludes closed-end funds, 144a and PIPE offerings. Data ranked by # of transactions, then by amount raised.



Capitalize on the Platform:

- Increase multi-product and cross-border transactions
- Increase origination in equity and M&A
- Build relationships with financial sponsors
- Leverage and grow our fixed income capabilities

RBC Capital Markets

Mark Standish

Head of Global Markets



Our goals align with our strengths and opportunities

A faint, light blue graphic of a globe showing the Americas, positioned in the upper right corner of the slide.

Our Goals

- To build a leading global fixed income business
- To be a global structurer and trader in converging asset classes

Our Strengths

- Clear Canadian leader
- Deep relationships with issuers and investors
- Global distribution capabilities
- Diversified business by product and region
- Regional, exportable strengths
- Regionally-based leadership


Debt Markets is building from a solid base globally



#1 in Debt in Canada, 2005	<i>Globe and Mail, National Post</i>
Best Debt and Equity House of the Year, 2005	<i>Euromoney</i>
#1 Globally in origination, trading and distribution of CAD/AUD/NZD product, 2004	<i>Euromoney</i>
Top Ten performance in all global project finance league tables, 2005	Project Finance International
#2 Lead Manager of Negotiated Middle Market Issues	Thomson
#6 U.S. Municipal Lead Managed Bonds, 2005	Thomson




CAD
850,000,000

JPMorganChase 

5+5 Year
 Subordinated Debt

RBCCM – Joint Lead
August 2005

USD
1,106,000,000



US EDUCATION
 FINANCE
 GROUP

Student Loan Backed
 Notes
 Series 2006-1

Lead Manager
March 2006

USD
500,000,000


TALISMAN
 ENERGY

5.85% February 1,
 2037
 Notes

Co-Lead Manager
January 2006


March 2006

CAD
928,000,000



The Golden Ears Bridge

Sole CPI Swap Provider

The Multi Service Group.  **BILFINGER BERGER**
 BOT GmbH

- 42% market share of Canadian Maple Market in 2006
- Numerous wins in infrastructure finance globally

Specific Opportunities for Further Growth:

- Increased institutional demand for balance sheet risk management and differentiating yield
- Increased retail demand for outcome-specific investment products
- Lead in Canada

U.K.

- Export infrastructure finance strength to North America
- Expand alternative asset product offerings for clients

Canada

- Increase lead via Maple Market dominance

Asia

- Distribute structured and fixed income products

U.S.

- Advance strengths in municipal finance and build infrastructure finance franchise
- Distribute fixed income and structured products to retail market

Global

- Build fixed income, structuring and trading capabilities
- Maintain F/X dominance in selected currencies

RBC Capital Markets



Question & Answer Period

