

Prospectus Supplement

To Short Form Base Shelf Prospectus dated September 14, 2007.

No securities regulatory authority has expressed an opinion about these securities and it is an offence to claim otherwise.

This prospectus supplement together with the short form base shelf prospectus dated September 14, 2007 to which it relates, as amended or supplemented, and each document incorporated by reference into the short form base shelf prospectus, constitutes a public offering of these securities only in those jurisdictions where they may be lawfully offered for sale and therein only by persons permitted to sell such securities.

The securities to be issued hereunder have not been, and will not be, registered under the United States Securities Act of 1933, as amended and, subject to certain exceptions, may not be offered, sold or delivered, directly or indirectly, in the United States of America or to or for the account or benefit of U.S. persons.

Information has been incorporated by reference in this prospectus supplement and the accompanying short form base shelf prospectus dated September 14, 2007 from documents filed with securities regulatory authorities in Canada. Copies of the documents incorporated herein by reference may be obtained on request without charge from Head, Investor Relations, Royal Bank of Canada, 200 Bay Street, 14th Floor, South Tower, Toronto, Ontario M5J 2J5, Telephone: (416) 955-7803 or Fax: (416) 955-7800, and are also available electronically at www.sedar.com.

New Issue

April 22, 2008



Royal Bank of Canada

\$200,000,000

8,000,000 Non-Cumulative First Preferred Shares Series AH

Our Non-Cumulative First Preferred Shares Series AH (the "Series AH Preferred Shares") will be entitled to fixed non-cumulative preferential cash dividends, payable quarterly on the 24th day of February, May, August and November in each year, commencing August 24, 2008, as and when declared by our board of directors, at a quarterly rate of \$0.353125 per share. The initial dividend, if declared, will be payable on August 24, 2008 and will be \$0.452774 per share, based on an anticipated issue date of April 29, 2008.

Subject to the provisions of the *Bank Act* (Canada) (the "Bank Act") and the consent of the Superintendent of Financial Institutions Canada (the "Superintendent"), on and after May 24, 2013, we may redeem the Series AH Preferred Shares in whole or in part by the payment in cash of a sum equal to \$25.00 per share plus, if redeemed before May 24, 2017, a premium, together with declared and unpaid dividends to the date fixed for redemption. See "Description of the Series AH Preferred Shares".

The Toronto Stock Exchange (the "TSX") has conditionally approved the listing of the Series AH Preferred Shares subject to our fulfilling all of the TSX requirements on or before July 18, 2008.

Price: \$25.00 per Series AH Preferred Share to yield 5.65%

The underwriters of this offering are RBC Dominion Securities Inc., Scotia Capital Inc., CIBC World Markets Inc., TD Securities Inc., BMO Nesbitt Burns Inc., National Bank Financial Inc., HSBC Securities (Canada) Inc., Desjardins Securities Inc., Dundee Securities Corporation, Laurentian Bank Securities Inc., and Merrill Lynch Canada Inc. The underwriters, as principals, conditionally offer the Series AH Preferred Shares, subject to prior sale, if, as and when issued by us and accepted by the underwriters, in accordance with the conditions contained in the underwriting agreement referred to under "Plan of Distribution" and subject to the approval of certain legal matters on our behalf by Ogilvy Renault LLP and on behalf of the underwriters by Stikeman Elliott LLP.

RBC Dominion Securities Inc., one of the underwriters, is our wholly-owned subsidiary. Therefore, we are a related and connected issuer of RBC Dominion Securities Inc. under applicable securities legislation. See "Plan of Distribution".

	Price to public ⁽¹⁾	Underwriters' fee ⁽¹⁾⁽²⁾	Net proceeds to the Bank ⁽¹⁾⁽³⁾
Per Series AH Preferred Share.....	\$25.00	\$0.75	\$24.25
Total	\$200,000,000	\$6,000,000	\$194,000,000

(1) The underwriters have been granted an option (the "Option") to purchase up to an additional 2,000,000 Series AH Preferred Shares (the "Option Shares") at the offering price exercisable at any time up to 48 hours prior to closing of the offering. This prospectus qualifies both the grant of the Option and the distribution of the Option Shares that will be issued if the Option is exercised. If the underwriters purchase all such Option Shares, the price to the public, the underwriters' fee and net proceeds to the Bank will be \$250,000,000, \$7,500,000 and \$242,500,000, respectively, assuming no Series AH Preferred Shares are sold to the institutions referred to in Note (2) below. See "Plan of Distribution".

(2) The underwriters' fee is \$0.25 for each share sold to certain institutions and \$0.75 for all other shares sold. The totals set forth in the table represent the underwriters' fee and net proceeds assuming no shares are sold to such institutions.

(3) Before deduction of our expenses of this issue estimated at \$350,000.

Underwriters' Position	Maximum Size	Exercise Period	Exercise Price
Option	2,000,000 Series AH Preferred Shares	Exercisable at the sole discretion of the underwriters at any time up to 48 hours prior to closing	\$25.00

In connection with this offering, the underwriters may over allot or effect transactions which stabilize or maintain the market price of the Series AH Preferred Shares. Such transactions, if commenced, may be discontinued at any time. The underwriters may decrease the price at which the AH Series Preferred Shares are distributed for cash from the initial offering price of \$25.00 per share. See "Plan of Distribution" for additional disclosure concerning a possible price decrease.

Subscriptions will be received subject to rejection or allotment in whole or in part and the right is reserved to close the subscription books at any time without notice. The closing is expected to take place on or about April 29, 2008 or such later date as may be agreed upon, but in any event not later than May 30, 2008. A "book-entry only" certificate representing the Series AH Preferred Shares will be issued in registered form to CDS Clearing and Depository Services Inc. ("CDS") or its nominee and will be deposited with CDS on the closing date. No physical certificates representing the Series AH Preferred Shares will be issued to purchasers, except in limited circumstances, and registration will be made in the depository service of CDS. A purchaser of Series AH Preferred Shares will receive only a customer confirmation from a registered dealer who is a CDS participant and from or through whom the Series AH Preferred Shares are purchased. See "Book-Entry Only Issue".

Table of Contents

<u>Prospectus Supplement</u>	<u>Page</u>		<u>Page</u>
Caution Regarding Forward-Looking Statements	S-2	Ratings	S-10
Documents Incorporated by Reference	S-3	Plan of Distribution	S-10
Use of Proceeds	S-3	Eligibility for Investment	S-11
Share Capital and Subordinated Debentures	S-3	Transfer Agent and Registrar	S-11
Earnings Coverage	S-4	Risk Factors	S-11
Trading Price and Volume	S-5	Legal Matters	S-11
Description of the Series AH Preferred Shares	S-6	Certificate of the Underwriters	S-13
Book-Entry Only Issue	S-8	Consent of Independent Registered Chartered	
Canadian Federal Income Tax Considerations	S-8	Accountants	S-14
<u>Prospectus</u>	<u>Page</u>		<u>Page</u>
Caution Regarding Forward-Looking Statements	2	Earnings Coverage	8
Documents Incorporated by Reference	2	Plan of Distribution	8
Royal Bank of Canada	3	Risk Factors	9
Share Capital and Subordinated Indebtedness	4	Use of Proceeds	10
Description of Common Shares of the Bank	5	Legal Matters	10
Description of the Securities that May be Offered		Statutory Rights of Withdrawal and Rescission	10
under this Prospectus	5	Certificate of the Bank	11
Book-Entry Only Securities	6	Auditors' Consent	12
Bank Act Restrictions	7		

In this prospectus supplement, unless the context otherwise indicates, "Bank", "we", "us", or "our" means Royal Bank of Canada together, if the context requires, with its subsidiaries. All dollar amounts referred to in this prospectus supplement are expressed in Canadian dollars unless otherwise specifically expressed.

Caution Regarding Forward-Looking Statements

From time to time, we make written or oral forward-looking statements within the meaning of certain securities laws, including the "safe harbour" provisions of the *United States Private Securities Litigation Reform Act of 1995* and any applicable Canadian securities legislation. We may make forward-looking statements in this prospectus supplement, the short form base shelf prospectus dated September 14, 2007 (the "**prospectus**") and in the documents incorporated by reference in the prospectus, in other filings with Canadian regulators or the United States Securities and Exchange Commission, in reports to shareholders and in other communications. Forward-looking statements include, but are not limited to, statements relating to our medium-term and 2008 objectives, our strategic goals and priorities and the economic and business outlook for us, for each of our business segments and for the Canadian, United States and international economies. Forward-looking statements are typically identified by words such as "believe", "expect", "forecast", "anticipate", "intend", "estimate", "goal", "plan" and "project" and similar expressions of future or conditional verbs such as "will", "may", "should", "could", or "would".

By their very nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties, which give rise to the possibility that our predictions, forecasts, projections, expectations or conclusions will not prove to be accurate, that our assumptions may not be correct and that our objectives, strategic goals and priorities will not be achieved. We caution readers not to place undue reliance on these statements as a number of important factors could cause our actual results to differ materially from the expectations expressed in such forward-looking statements. These factors include credit, market, operational, liquidity and funding risks, and other risks discussed in the "Risk management" section of our management's discussion and analysis incorporated by reference herein; general business and economic conditions in Canada, the United States and other countries in which we conduct business, including the impact from the continuing volatility in the U.S. subprime and related markets and lack of liquidity in various other financial markets; the impact of the movement of the Canadian dollar relative to other currencies, particularly the U.S. dollar, British pound and Euro; the effects of changes in government monetary and other policies; the effects of competition in the markets in which we operate; the impact of changes in laws and regulations; judicial or regulatory judgments and legal proceedings; the accuracy and completeness of information concerning our clients and counterparties; our ability to successfully execute our strategies and to complete and integrate strategic acquisitions and joint ventures successfully; changes in accounting standards, policies and estimates, including changes in our estimates of provisions and allowances; and our ability to attract and retain key employees and executives.

We caution that the foregoing list of important factors is not exhaustive and other factors could also adversely affect our results. When relying on our forward-looking statements to make decisions with respect to us, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as required by law or regulation,

we do not undertake to update any forward-looking statement, whether written or oral, that may be made from time to time by us or on our behalf.

Additional information about these and other factors can be found under the “Risk management” and “Additional risks that may affect future results” sections of our management’s discussion and analysis for the year ended October 31, 2007 and the “Risk management” section of our management’s discussion and analysis for the three-month period ended January 31, 2008 incorporated by reference herein.

Documents Incorporated by Reference

This prospectus supplement is deemed to be incorporated by reference into our accompanying prospectus solely for the purpose of the Series AH Preferred Shares issued hereunder. Other documents are also incorporated or deemed to be incorporated by reference into the prospectus and reference should be made to the prospectus for full particulars. In addition, the following documents filed with the Superintendent and the various securities regulatory authorities in Canada are incorporated by reference into this prospectus supplement:

- (a) our annual information form dated November 29, 2007;
- (b) our audited consolidated financial statements as at October 31, 2007 and 2006 and for each of the years in the two-year period ended October 31, 2007, prepared in accordance with Canadian generally accepted accounting principles, together with the report of the independent registered chartered accountants thereon (excluding, for greater certainty, (i) management’s report on internal control over financial reporting and the report of the independent registered chartered accountants thereon; and (ii) the Bank’s audited annual consolidated financial statements for the year ended October 31, 2005 and the report of the independent registered chartered accountants thereon insofar as it relates to such financial statements) and management's discussion and analysis for the year ended October 31, 2007;
- (c) our management proxy circular dated January 4, 2008 for our annual meeting of common shareholders held on February 29, 2008; and
- (d) our unaudited interim consolidated financial statements as at January 31, 2008 and for the three-month periods ended January 31, 2008 and 2007, together with management’s discussion and analysis as contained in our First Quarter 2008 Report to Shareholders.

Any statement contained in a document incorporated or deemed to be incorporated by reference in this prospectus supplement or the prospectus is deemed to be modified or superseded, for purposes of this prospectus supplement, to the extent that a statement contained herein or in any other subsequently filed document which also is or is deemed to be incorporated by reference herein modifies or supersedes such statement. The modifying or superseding statement need not state that it has modified or superseded a prior statement or include any other information set forth in the document that it modifies or supersedes. The making of a modifying or superseding statement will not be deemed an admission for any purposes that the modified or superseded statement, when made, constituted a misrepresentation, an untrue statement of a material fact or an omission to state a material fact that was required to be stated or that was necessary to make a statement not misleading in light of the circumstances in which it was made. Any statement so modified or superseded will not be deemed, except as so modified or superseded, to constitute a part of this prospectus supplement.

Use of Proceeds

The net proceeds to us from the sale of the Series AH Preferred Shares, after deducting estimated expenses of the issue and the underwriters' fee, will be approximately \$194,000,000, assuming no exercise of the Option, or \$242,500,000, assuming full exercise of the Option (assuming the underwriters’ fee is \$0.75 for all Series AH Preferred Shares sold). The proceeds will be added to our general funds and will be used for general business purposes, including investment in subsidiaries of the Bank.

Share Capital and Subordinated Debentures

As at March 31, 2008, we had 1,293,793,969 common shares, 94,000,000 first preferred shares and no second preferred shares outstanding.

The selected consolidated financial data set out below is extracted from our consolidated financial statements as at and for the year ended October 31, 2007 and the three-month period ended January 31, 2008.

	<u>October 31, 2007</u>	<u>January 31, 2008</u>
	(\$ millions)	(\$ millions)
Subordinated debentures ⁽¹⁾	6,235	5,865
Trust capital securities ⁽²⁾	1,400	1,400
Preferred share liabilities ⁽²⁾	300	300
RBC Trust capital securities included in non-controlling interest in subsidiaries ⁽²⁾⁽³⁾	1,214	1,204
Preferred shares ⁽²⁾⁽⁴⁾	2,050	2,050
Common shares	7,300	7,328
Contributed surplus	235	267
Retained earnings ⁽⁴⁾	18,167	18,698
Treasury shares – preferred	(6)	(6)
– common	(101)	(119)
Accumulated other comprehensive income (loss)	(3,206)	(3,193)

⁽¹⁾ After giving effect to the issuance of \$1,000 million of 4.84% subordinated debentures on March 11, 2008, subordinated debentures would have amounted to approximately \$6,865 million as at January 31, 2008.

⁽²⁾ For more information on the classification of trust capital securities and preferred shares, refer to Note 17 and Note 18 respectively of the audited consolidated financial statements of the Bank for the year ended October 31, 2007.

⁽³⁾ After giving effect to the issuance of \$500 million of trust capital securities announced on April 22, 2008 and which is anticipated to close on April 28, 2008, RBC trust capital securities included in non-controlling interest in subsidiaries would have amounted to approximately \$1,704 million as at January 31, 2008.

⁽⁴⁾ After giving effect to this offering, assuming full exercise of the Option, preferred shares would have amounted to \$2,300 million, and retained earnings would have amounted to approximately \$18,690 million, as at January 31, 2008.

Earnings Coverage

The following consolidated earnings coverage ratios are calculated for the 12 months ended October 31, 2007 and January 31, 2008 and give effect to this offering, assuming full exercise of the Option, and the issue of subordinated debentures described in note (1) to the table under the heading “Share Capital and Subordinated Debentures” above:

	<u>October 31, 2007</u>	<u>January 31, 2008</u>
Earnings coverage on subordinated debentures	15.0 times	14.5 times
Dividend coverage on preferred share liabilities	325.5 times	309.3 times
Dividend coverage on preferred shares	53.5 times	47.4 times
Interest and grossed up dividend coverage on subordinated debentures, trust capital securities and preferred shares	11.0 times	10.5 times

Our interest requirements on subordinated debentures amounted to \$487 million for the 12 months ended October 31, 2007 and \$481 million for the 12 months ended January 31, 2008. Our dividend requirements on our outstanding first preferred shares, after giving effect to the issue of the Series AH Preferred Shares, assuming full exercise of the Option and adjusted to a before-tax equivalent using an effective income tax rate of 34.6% for the 12 months ended October 31, 2007 and 32.5% for the 12 months ended January 31, 2008, amounted to \$156 million for the 12 months ended October 31, 2007 and \$163 million for the 12 months ended January 31, 2008. Our earnings before interest expense and income tax for the 12 months ended October 31, 2007 were \$7,323 million, 11.0 times our aggregate dividend and interest requirements for the period. Our earnings before interest expense and income tax for the 12 months ended January 31, 2008 were \$6,976 million, 10.5 times our aggregate dividend and interest requirements for the period.

In calculating the dividend and interest coverages, foreign currency amounts have been converted to Canadian dollars using the rates of exchange as at the end of each month. For the 12 months ended January 31, 2008, the average exchange rate was Cdn.\$1.0526 per U.S.\$1.00. For the 12 months ended October 31, 2007, the average exchange rate was Cdn.\$1.0929 per U.S.\$1.00.

Trading Price and Volume

The following table sets out the price range and trading volumes of our common shares on the TSX (as reported by TSX Historical Data Access) and the New York Stock Exchange (as reported by NYSE Euronext) for the periods indicated.

Month	Common Shares					
	(TSX)			(NYSE)		
	High (\$)	Low (\$)	Volume (in 000s)	High (US\$)	Low (US\$)	Volume (in 000s)
Apr. 1 - 21, 2008	49.50	45.40	58,194,292	48.85	44.50	5,188,900
Mar. 2008	49.68	42.82	98,192,753	50.19	43.53	14,761,700
Feb. 2008	51.76	49.27	64,801,968	51.99	49.00	11,222,200
Jan. 2008	51.40	45.15	86,146,783	51.36	44.25	10,345,300
Dec. 2007	53.81	49.00	52,282,503	53.77	49.60	6,097,600
Nov. 2007	55.84	48.55	77,948,578	58.87	49.15	6,376,600

The following table provides the price range and trading volumes of our outstanding first preferred shares on the TSX (as reported by TSX Historical Data Access) for the periods indicated.

Month	First Preferred Shares								
	Series N			Series W			Series AA		
	High (\$)	Low (\$)	Volumes (in 000s)	High (\$)	Low (\$)	Volumes (in 000s)	High (\$)	Low (\$)	Volumes (in 000s)
Apr. 1-21, 2008	25.39	25.15	1,014,324	23.25	22.02	255,632	21.13	20.21	153,840
Mar. 2008	25.24	25.07	1,447,266	23.81	22.02	193,005	21.60	20.20	149,159
Feb. 2008	25.34	25.04	58,767	23.95	23.06	294,867	21.85	21.10	471,787
Jan. 2008	25.54	24.85	86,325	23.90	22.66	155,540	21.80	20.60	206,910
Dec. 2007	25.74	25.01	177,531	23.75	22.51	489,544	21.80	20.45	526,443
Nov. 2007	25.12	25.00	82,868	23.20	22.00	627,263	21.70	20.15	446,837
Month	Series AB			Series AC			Series AD		
	High (\$)	Low (\$)	Volume (in 000s)	High (\$)	Low (\$)	Volume (in 000s)	High (\$)	Low (\$)	Volume (in 000s)
	Apr. 1-21, 2008	21.65	21.01	116,712	21.19	20.49	207,850	20.99	20.22
Mar. 2008	22.82	21.27	129,480	22.35	21.03	238,061	21.71	20.40	170,480
Feb. 2008	23.00	22.14	347,375	22.50	21.60	47,903	22.00	21.06	297,550
Jan. 2008	22.85	21.48	433,527	22.35	21.10	92,590	22.00	20.60	469,268
Dec. 2007	22.75	21.61	437,333	22.00	21.19	510,507	21.99	20.56	674,390
Nov. 2007	21.94	21.31	589,182	21.57	20.91	396,340	20.97	20.13	687,317
Month	Series AE			Series AF			Series AG		
	High (\$)	Low (\$)	Volume (in 000s)	High (\$)	Low (\$)	Volume (in 000s)	High (\$)	Low (\$)	Volume (in 000s)
	Apr. 1-21, 2008	20.99	20.35	142,285	20.95	20.24	110,525	20.82	20.17
Mar. 2008	21.90	20.46	144,180	21.65	20.03	210,860	21.80	20.41	321,698
Feb. 2008	22.09	21.06	320,480	21.80	20.90	137,307	21.99	21.00	233,939
Jan. 2008	21.89	20.52	237,820	21.80	20.40	128,150	21.85	20.51	225,551
Dec. 2007	21.94	20.64	906,907	21.47	20.25	599,949	22.00	20.31	450,291
Nov. 2007	21.24	20.25	541,138	20.98	20.12	270,493	21.50	20.36	409,580

Description of the Series AH Preferred Shares

The Series AH Preferred Shares will be issued as a series of first preferred shares of the Bank. See the description of our first preferred shares as a class under "Description of the Securities that May be Offered under this Prospectus – First Preferred Shares" in the prospectus.

Provisions of the Series AH Preferred Shares as a Series

Issue Price

The Series AH Preferred Shares will have an issue price of \$25.00 per share.

Dividends

The holders of Series AH Preferred Shares will be entitled to receive fixed non-cumulative preferential cash dividends, as and when declared by our board of directors, and subject to the provisions of the Bank Act, payable quarterly on the 24th day of February, May, August and November in each year, commencing August 24, 2008, at a quarterly rate of \$0.353125 per share. The first such dividend, if declared, will be paid on August 24, 2008 and, assuming an issue date of April 29, 2008, will amount to \$0.452774 per share.

If our board of directors does not declare any dividend or part thereof on the Series AH Preferred Shares on or before the dividend payment date for a particular quarter, then the right of the holders of the Series AH Preferred Shares to such dividend or part thereof for such quarter will be extinguished.

We are restricted under the Bank Act from paying dividends on the Series AH Preferred Shares in certain circumstances. See "Bank Act Restrictions" in the prospectus.

Redemption

The Series AH Preferred Shares will not be redeemable prior to May 24, 2013. Subject to the provisions of the Bank Act (see "Bank Act Restrictions" in the prospectus), the provisions described below under "Restrictions on Dividends and Retirement of Shares" and the consent of the Superintendent, on and after May 24, 2013 we may redeem all or, from time to time, any part of the outstanding Series AH Preferred Shares, at our option, by the payment of an amount in cash for each share redeemed of \$26.00 if redeemed during the 12 months commencing May 24, 2013, \$25.75 per share if redeemed during the 12 months commencing May 24, 2014, \$25.50 per share if redeemed during the 12 months commencing May 24, 2015, \$25.25 per share if redeemed during the 12 months commencing May 24, 2016, and \$25.00 per share commencing May 24, 2017 and thereafter, in each case together with declared and unpaid dividends to, but excluding, the redemption date.

We will give notice of any redemption to registered holders not more than 60 days and not less than 30 days prior to the redemption date.

Where a part only of the then outstanding Series AH Preferred Shares is at any time to be redeemed, the Series AH Preferred Shares will be redeemed *pro rata* disregarding fractions, or in such other manner as our Board of Directors determines.

Conversion into Another Series of Preferred Shares at the Option of the Holder

We may, at any time by resolution of our board of directors, constitute a further series of first preferred shares ("**New Preferred Shares**") having rights, privileges, restrictions and conditions attaching thereto which would qualify such New Preferred Shares as Tier 1 capital of the Bank under the then current capital adequacy guidelines prescribed by the Superintendent. We will ensure that such New Preferred Shares will not, if issued, be or be deemed to be "term preferred shares" or "short-term preferred shares" within the meaning of the *Income Tax Act* (Canada) (the "**Tax Act**"). In such event, we may, with the consent of the Superintendent, give registered holders of the Series AH Preferred Shares notice that they have the right, pursuant to the terms of the Series AH Preferred Shares, at their option, to convert their Series AH Preferred Shares on the date specified in the notice into fully-paid and non-assessable New Preferred Shares on a share for share basis. We will give notice to registered holders not more than 60 days and not less than 30 days prior to the conversion date. See "Bank Act Restrictions" in the prospectus.

Purchase for Cancellation

Subject to the provisions of the Bank Act, the provisions described below under "Restrictions on Dividends and Retirement of Shares" and the consent of the Superintendent, we may at any time, by private contract or in the market or by tender, purchase for cancellation any Series AH Preferred Shares at the lowest price or prices at which in the opinion of our board of directors such shares are obtainable.

Rights on Liquidation

In the event of our liquidation, dissolution or winding-up, the holders of the Series AH Preferred Shares will be entitled to receive \$25.00 per share, together with all dividends declared and unpaid to the date of payment, before any amount may be paid or any of our assets distributed to the registered holders of any shares ranking junior to the Series AH Preferred Shares. The holders of the Series AH Preferred Shares will not be entitled to share in any further distribution of our assets.

Restrictions on Dividends and Retirement of Shares

So long as any of the Series AH Preferred Shares are outstanding, we will not, without the approval of the holders of the Series AH Preferred Shares:

- pay any dividends on any second preferred shares, any common shares or any other shares ranking junior to the Series AH Preferred Shares (other than stock dividends in any shares ranking junior to the Series AH Preferred Shares); or
- redeem, purchase or otherwise retire any second preferred shares, any common shares or any other shares ranking junior to the Series AH Preferred Shares (except out of the net cash proceeds of a substantially concurrent issue of shares ranking junior to the Series AH Preferred Shares); or
- redeem, purchase or otherwise retire less than all the Series AH Preferred Shares; or
- except pursuant to any purchase obligation, sinking fund, retraction privilege or mandatory redemption provision attaching to any series of preferred shares, redeem, purchase, or otherwise retire any other shares ranking on a parity with the Series AH Preferred Shares;

unless all dividends up to and including the dividend payment date for the last completed period for which dividends are payable have been declared and paid, or set apart for payment, in respect of each series of cumulative first preferred shares then issued and outstanding and all other cumulative shares ranking on a parity with the first preferred shares and we have paid, or set apart for payment, all declared dividends in respect of each series of non-cumulative first preferred shares (including the Series AH Preferred Shares) then issued and outstanding, and on all other non-cumulative shares ranking on a parity with the first preferred shares. See "Bank Act Restrictions" in the prospectus.

Issue of Additional Series of First Preferred Shares

We may issue other series of first preferred shares ranking on a parity with the Series AH Preferred Shares without the approval of the holders of the Series AH Preferred Shares as a series.

Amendments to the Series AH Preferred Shares

We will not without, but may from time to time with, the approval of the holders of the Series AH Preferred Shares given as specified below and any approval of the TSX as may be necessary, delete, add to or vary any rights, privileges, restrictions or conditions attaching to the Series AH Preferred Shares. In addition, we will not without, but may from time to time with, the consent of the Superintendent, make any such deletion, addition or variation which might affect the classification afforded the Series AH Preferred Shares from time to time for capital adequacy requirements pursuant to the Bank Act and the regulations and guidelines thereunder.

Shareholder Approvals

The approval of all amendments to the rights, privileges, restrictions and conditions attaching to the Series AH Preferred Shares as a series and any other approval to be given by the holders of the Series AH Preferred Shares may be given in writing by the holders of not less than all of the outstanding Series AH Preferred Shares or by a resolution carried by the affirmative vote of not less than 66 $\frac{2}{3}$ % of the votes cast at a meeting of holders of the Series AH Preferred Shares at which a

quorum of the outstanding Series AH Preferred Shares is represented. Pursuant to our by-laws, a quorum at any meeting of the holders of Series AH Preferred Shares is 51% of the shares entitled to vote at any such meeting, except that at a reconvened meeting following a meeting which was adjourned due to lack of quorum, there is no quorum requirement. At any meeting of holders of Series AH Preferred Shares as a series, each such holder will be entitled to one vote in respect of each Series AH Preferred Share held.

Voting Rights

Subject to the provisions of the Bank Act, the holders of the Series AH Preferred Shares as such will not be entitled to receive notice of, or to attend or to vote at, any meeting of our shareholders unless and until the first time at which the rights of such holders to any undeclared dividends have been extinguished as described under "Dividends" above. In that event, the holders of the Series AH Preferred Shares will be entitled to receive notice of, and to attend, meetings of shareholders at which directors are to be elected and will be entitled to one vote for each share held. The voting rights of the holders of the Series AH Preferred Shares will forthwith cease upon payment by us of the first quarterly dividend on the Series AH Preferred Shares to which the holders are entitled subsequent to the time such voting rights first arose. At such time as the rights of such holders to any undeclared dividends on the Series AH Preferred Shares have again been extinguished, such voting rights will become effective again and so on from time to time.

Book-Entry Only Issue

Except in limited circumstances, the Series AH Preferred Shares will be issued in "book entry only" form and must be purchased or transferred through financial institutions that participate in the depository service of CDS. See "Book-Entry Only Securities" in the prospectus.

Canadian Federal Income Tax Considerations

The following summary describes the principal Canadian federal income tax considerations generally applicable to a purchaser of Series AH Preferred Shares pursuant to this prospectus supplement who, for the purposes of the Tax Act and the regulations thereunder (the "**Regulations**"), is resident at all relevant times in Canada or deemed to be a resident of Canada, deals at arm's length with us, is not affiliated with us, and holds such shares as capital property (a "**holder**"). Generally, the Series AH Preferred Shares will be capital property to a holder provided the holder does not acquire the Series AH Preferred Shares in the course of carrying on a business of trading or dealing in securities or as part of an adventure or concern in the nature of trade. Certain holders whose Series AH Preferred Shares would not otherwise qualify as capital property may, in certain circumstances, be entitled to have the Series AH Preferred Shares and all other "Canadian securities", as defined in the Tax Act, treated as capital property by making the irrevocable election permitted by subsection 39(4) of the Tax Act. This summary is not applicable to a purchaser an interest in which is a "tax shelter investment", as defined in the Tax Act, to a purchaser who is a "financial institution" for purposes of certain rules applicable to securities held by financial institutions (referred to as the "mark-to-market" rules), as defined in the Tax Act, or a person to whom the functional currency for the purposes of the Tax Act is not the Canadian dollar. Such purchasers should consult their own tax advisors. Furthermore, this summary is not applicable to an investor that is a specified financial institution (as defined in the Tax Act) that receives (or is deemed to receive), alone or together with persons with whom it does not deal at arm's length, in the aggregate dividends in respect of more than 10% of the Series AH Preferred Shares outstanding at the time the dividend is received. This summary also assumes that all issued and outstanding Series AH Preferred Shares are listed on a designated stock exchange in Canada (as defined in the Tax Act) at such times as dividends (including deemed dividends) are paid or received on such shares.

This summary is based upon the current provisions of the Tax Act and the Regulations, and the Bank's Canadian legal counsel's understanding of the current published administrative and assessing policies of the Canada Revenue Agency. This summary takes into account all specific proposals to amend the Tax Act and Regulations publicly announced by or on behalf of the Minister of Finance (Canada) prior to the date hereof (the "**Tax Proposals**") and assumes that all Tax Proposals will be enacted in the form proposed. However, no assurances can be given that the Tax Proposals will be enacted as proposed, or at all. This summary does not otherwise take into account or anticipate any changes in law or administrative or assessing practice, whether by legislative, regulatory, administrative or judicial action, nor does it take into account provincial, territorial or foreign tax considerations which may differ from those discussed herein.

This summary is of a general nature only and is not, and is not intended to be, legal or tax advice to any particular holder and no representation with respect to the income tax consequences of any particular holder is made. This summary is not exhaustive of all federal income tax considerations. Accordingly, prospective purchasers of Series AH Preferred Shares should consult their own tax advisors with respect to their particular circumstances.

Dividends

Dividends (including deemed dividends) received on the Series AH Preferred Shares by an individual (other than certain trusts) will be included in the individual's income and will be subject to the gross-up and dividend tax credit rules normally applicable to taxable dividends received from taxable Canadian corporations. In certain circumstances, such shareholders will be entitled to an enhanced dividend tax credit in respect of "eligible dividends". Eligible dividends generally include dividends received from public corporations resident in Canada to the extent such corporations have business income subject to the general corporate tax rate. We will notify shareholders, in accordance with the Tax Act, of the extent to which dividends on the Series AH Preferred Shares are eligible dividends. Dividends (including deemed dividends) on the Series AH Preferred Shares received by a corporation will be included in computing the corporation's income and will generally be deductible in computing the taxable income of the corporation.

The Series AH Preferred Shares will be "taxable preferred shares" as defined in the Tax Act. The terms of the Series AH Preferred Shares require us to make the necessary election under Part VI.1 of the Tax Act so that corporate investors will not be subject to tax under Part IV.1 of the Tax Act on dividends paid (or deemed to be paid) by us on the Series AH Preferred Shares.

A private corporation, as defined in the Tax Act, or any other corporation controlled, whether by reason of a beneficial interest in one or more trusts or otherwise, by or for the benefit of an individual (other than a trust) or a related group of individuals (other than trusts), will generally be liable to pay a 33 $\frac{1}{3}$ % refundable tax under Part IV of the Tax Act on dividends received (or deemed to be received) on the Series AH Preferred Shares to the extent such dividends are deductible in computing its taxable income.

Dispositions

A holder who disposes of or is deemed to dispose of Series AH Preferred Shares (either on redemption of the shares for cash or otherwise, but not on conversion) will generally realize a capital gain (or sustain a capital loss) to the extent that the proceeds of disposition, net of any reasonable costs of disposition, exceed (or are less than) the adjusted cost base of such shares to that holder. The amount of any deemed dividend arising on the redemption or purchase for cancellation by the Bank of Series AH Preferred Shares will not be included in computing the proceeds of disposition to any shareholder for purposes of computing the capital gain or capital loss arising on the disposition of the Series AH Preferred Shares. See "Redemption" below.

Generally, one-half of a capital gain will be included in computing the holder's income as a taxable capital gain and one-half of a capital loss may be deducted from the holder's taxable capital gains in accordance with the rules contained in the Tax Act. Taxable capital gains of a Canadian-controlled private corporation may be subject to an additional refundable tax of 6 $\frac{2}{3}$ % of such taxable gains. Capital gains realized by an individual may give rise to alternative minimum tax under the Tax Act. A capital loss may in certain circumstances be reduced by the amount of any dividends, including deemed dividends, which have been received on such shares.

Redemption

If we redeem Series AH Preferred Shares for cash or otherwise acquire Series AH Preferred Shares other than by a purchase in the manner in which shares are normally purchased by a member of the public in the open market, the holder will be deemed to have received a dividend equal to the amount, if any, paid by us in excess of the paid-up capital of such shares at such time. The difference between the amount paid and the amount of the deemed dividend will be treated as proceeds of disposition for the purposes of computing the capital gain or capital loss arising on the disposition of such shares. See "Dispositions" above. In the case of a corporate holder, it is possible that in certain circumstances all or part of the amount so deemed to be a dividend may be treated as proceeds of disposition and not as a dividend.

Conversion

The conversion of the Series AH Preferred Shares into New Preferred Shares will be deemed not to be a disposition of property and accordingly will not give rise to any capital gain or capital loss. The cost to a holder of New Preferred Shares received on the conversion will be deemed to be equal to the holder's adjusted cost base of the Series AH Preferred Shares immediately before the conversion.

Ratings

The Series AH Preferred Shares are provisionally rated "Pfd-1" by DBRS Limited ("**DBRS**"). "Pfd-1" is in the highest category available from DBRS for preferred shares. A reference to "high" or "low" reflects the relative strength within the rating category.

The Series AH Preferred Shares are provisionally rated "P-1(low)" by Standard & Poor's ("**S&P**") using the S&P Canadian scale for preferred shares and "A" using S&P's global scale for preferred shares. The "P-1" rating is in the highest of the five categories used by S&P on its Canadian preferred share scale. A reference to "high" or "low" reflects the relative strength within the rating category. The "A" rating is in the highest of the three categories used by S&P on its global scale.

The Series AH Preferred Shares are provisionally rated "Aa2" by Moody's Investors Service. Securities rated "Aa" are considered high quality and subject to very low credit risk. The modifier "2" indicates that the obligation ranks in the mid-range of the "Aa" rating category.

Prospective purchasers of Series AH Preferred Shares should consult the relevant rating organization with respect to the interpretation and implications of the foregoing provisional ratings. The foregoing ratings should not be construed as recommendations to buy, sell or hold Series AH Preferred Shares. Ratings may be revised or withdrawn at any time by the respective rating organizations.

Plan of Distribution

Pursuant to an underwriting agreement dated April 22, 2008, we have agreed to sell and the underwriters have severally agreed to purchase on April 29, 2008, or such date as may be agreed upon, but not later than May 30, 2008, subject to the terms and conditions stated in the underwriting agreement, all but not less than 8,000,000 Series AH Preferred Shares at a price of \$25.00 per share, payable in cash to the Bank against delivery of such Series AH Preferred Shares. The obligations of the underwriters under the underwriting agreement may be terminated at their discretion upon the occurrence of certain stated events. The underwriters are, however, obligated to take up and pay for all of the Series AH Preferred Shares if any are purchased under the underwriting agreement.

We have granted to the underwriters the Option to purchase up to an additional 2,000,000 Series AH Preferred Shares at the offering price hereunder, exercisable at any time up to 48 hours prior to closing of the offering.

The underwriting agreement provides that the underwriters will be paid a fee per share equal to \$0.25 for each Series AH Preferred Share sold to certain institutions and \$0.75 for all other Series AH Preferred Shares sold.

After the underwriters have made a reasonable effort to sell all of the Series AH Preferred Shares at \$25.00 per share the price of the Series AH Preferred Shares may be decreased, and further changed from time to time, by the underwriters to an amount not greater than \$25.00 per share and, in such case, the compensation realized by the underwriters will be decreased by the amount that the aggregate price paid by purchasers for the Series AH Preferred Shares is less than the gross proceeds paid by the underwriters to the Bank.

Pursuant to policy statements of certain securities regulators, the underwriters may not, throughout the period of distribution, bid for or purchase any Series AH Preferred Shares. The policy statements allow certain exceptions to the foregoing prohibitions. The underwriters may only avail themselves of such exceptions on the condition that the bid or purchase not be engaged in for the purpose of creating actual or apparent active trading in, or raising the price of, the Series AH Preferred Shares. These exceptions include a bid or purchase permitted under the Universal Market Integrity Rules for Canadian Marketplaces of Market Regulation Services Inc., relating to market stabilization and passive market making activities and a bid or purchase made for and on behalf of a customer where the order was not solicited during the period of distribution. Subject to the foregoing, in connection with this offering, the underwriters may over-allot or effect transactions which stabilize or maintain the market price of the Series AH Preferred Shares at levels other than those which otherwise might prevail on the open market. Such transactions, if commenced, may be discontinued at any time.

Pursuant to an Ontario securities rule, the underwriters may not, beginning two days prior to the date that the offering price was determined and throughout the period of distribution of the Series AH Preferred Shares (the "**Restricted Period**"), bid for or purchase Series AH Preferred Shares. The foregoing restriction is subject to certain exceptions. These exceptions include a bid or purchase permitted under the by-laws and rules of the TSX relating to market stabilization and passive market-making activities, provided that the bid or purchase does not exceed the lesser of the offering price and the last independent sale price at the time of the entry of the bid or order to purchase, and a bid or purchase made for and on behalf of

a customer where the order was not solicited during the period of distribution, provided that the bid or purchase not be engaged in for the purpose of creating actual or apparent active trading in, or raising the price of, the Series AH Preferred Shares. Pursuant to the first mentioned exception, in connection with this offering, the underwriters may over-allot or effect transactions that stabilize or maintain the market price of the Series AH Preferred Shares at levels other than those which might otherwise prevail on the open market. Such transactions, if commenced, may be discontinued at any time.

We indirectly wholly-own RBC Dominion Securities Inc., one of the underwriters. We are a related and connected issuer of RBC Dominion Securities Inc. under applicable securities legislation. The decision to distribute the Series AH Preferred Shares and the determination of the terms of this offering were made through negotiations between us on the one hand and the underwriters on the other. Scotia Capital Inc., an underwriter, in respect of which the Bank is not a related or connected issuer, has participated in the structuring and pricing of the offering and in the due diligence activities performed by the underwriters for the offering. RBC Dominion Securities Inc. will not receive any benefit from us in connection with this offering other than a portion of the underwriters' fee.

Eligibility for Investment

In the opinion of our counsel, Ogilvy Renault LLP, and in the opinion of the underwriters' counsel, Stikeman Elliott LLP, the Series AH Preferred Shares, if issued on the date of this prospectus supplement, would be qualified investments under the Tax Act and the Regulations thereunder for trusts governed by registered retirement savings plans, registered retirement income funds, registered education savings plans, registered disability savings plans and deferred profit sharing plans. Beginning in 2009, the Series AH Preferred Shares will be qualified investments for trusts governed by tax-free savings accounts based on proposed amendments to the Tax Act.

Transfer Agent and Registrar

Computershare Trust Company of Canada at its offices in the cities of Toronto, Montreal, Halifax, Winnipeg, Calgary and Vancouver will be the transfer agent and registrar for the Series AH Preferred Shares.

Risk Factors

An investment in the Series AH Preferred Shares is subject to certain risks including those set out in the prospectus and the following:

The value of the Series AH Preferred Shares will be affected by our general creditworthiness. Our management's discussions and analyses for the year ended October 31, 2007 and for the three months ended January 31, 2008 are incorporated by reference. Such analyses discuss, among other things, known material trends and events, and risks or uncertainties that are reasonably expected to have a material effect on our business, financial condition or results of operations.

See "Share Capital and Subordinated Debentures" and "Earnings Coverage", which are relevant to an assessment of the risk that we will be unable to pay dividends and any redemption price on the Series AH Preferred Shares when due.

We have covenanted that if a distribution is not paid when due on any outstanding RBC Trust Capital Securities (also known as "**RBC TruCS**") issued by RBC Capital Trust or RBC Capital Trust II, we will not pay dividends on our outstanding preferred or common shares, which would include the Series AH Preferred Shares, for a specified period of time unless the required distribution is paid to the holders of RBC TruCS.

The redemption of the Series AH Preferred Shares is subject to the consent of the Superintendent and other restrictions contained in the Bank Act. See "Bank Act Restrictions" in the prospectus and "Description of the Series AH Preferred Shares - Provisions of the Series AH Preferred Shares as a Series - Restrictions on Dividends and Retirement of Shares" in this prospectus supplement.

Legal Matters

The matters referred to under "Canadian Federal Income Tax Considerations" and certain other legal matters relating to this offering will be passed upon by Ogilvy Renault LLP on our behalf and Stikeman Elliott LLP on behalf of the underwriters.

As at April 21, 2008, the partners and associates of each of Ogilvy Renault LLP and Stikeman Elliott LLP beneficially owned, directly or indirectly, less than 1% of the issued and outstanding securities of the Bank or of any associate or affiliate of the Bank.

Certificate of the Underwriters

Dated: April 22, 2008

To the best of our knowledge, information and belief, the short form prospectus, together with the documents incorporated in the prospectus by reference, as supplemented by the foregoing, constitutes full, true and plain disclosure of all material facts relating to the securities offered by the prospectus and this supplement as required by the securities legislation of all provinces and territories of Canada.

RBC DOMINION SECURITIES INC.

By: (Signed) "Rajiv Bahl"

SCOTIA CAPITAL INC.

By: (Signed) "Mary Robertson"

CIBC WORLD MARKETS INC.

By: (Signed) "Shannan M. Levere"

TD SECURITIES INC.

By: (Signed) "Jonathan Broer"

BMO NESBITT BURNS INC.

By: (Signed) "Bradley J. Hardie"

NATIONAL BANK FINANCIAL INC.

By: (Signed) "Darin E. Deschamps"

HSBC SECURITIES (CANADA INC.)

By: (Signed) "Catherine J. Code"

DESJARDINS SECURITIES INC.

By: (Signed) "Thomas L. Jarmai"

DUNDEE SECURITIES CORPORATION

By: (Signed) "Benn Mikula"

LAURENTIAN BANK SECURITIES INC.

By: (Signed) "Pierre Godbout"

MERRILL LYNCH CANADA INC.

By: (Signed) "Ryan Voegeli"

Consent of Independent Registered Chartered Accountants

We have read the prospectus supplement of Royal Bank of Canada (the “Bank”) dated April 22, 2008 relating to the offering of \$200,000,000 Non-Cumulative First Preferred Shares Series AH to the short form base shelf prospectus dated September 14, 2007 relating to the offering of up to \$7,000,000,000 Debt Securities (Subordinated Indebtedness) and First Preferred Shares (collectively, the “Prospectus”). We have complied with Canadian generally accepted standards for an auditor’s involvement with offering documents.

We consent to the incorporation by reference in the Prospectus of our report to the Shareholders of the Bank on the consolidated balance sheets of the Bank as at October 31, 2007 and 2006 and the consolidated statements of income, comprehensive income, changes in shareholders’ equity and cash flows for each of the years in the two-year period ended October 31, 2007. Our report is dated November 29, 2007.

(signed) “Deloitte & Touche LLP”
Independent Registered Chartered Accountants
Licensed Public Accountants

Toronto, Canada
April 22, 2008