Supplementary Financial Information

Q2 2010

For the period ended April 30, 2010

(UNAUDITED)

For further information, please contact:

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www.rbc.com/investorrelations
Table of Contents

<table>
<thead>
<tr>
<th>Page</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Notes to Users</td>
</tr>
<tr>
<td>2</td>
<td>Key performance and Non-GAAP measures</td>
</tr>
<tr>
<td>2</td>
<td>Glossary</td>
</tr>
<tr>
<td>4</td>
<td>Financial Highlights</td>
</tr>
<tr>
<td>7</td>
<td>Consolidated Results</td>
</tr>
<tr>
<td>7</td>
<td>Statements of income</td>
</tr>
<tr>
<td>7</td>
<td>Revenue from trading activities</td>
</tr>
<tr>
<td>8</td>
<td>Non-interest expense</td>
</tr>
<tr>
<td>9</td>
<td>Defined operating leverage</td>
</tr>
<tr>
<td>9</td>
<td>Goodwill</td>
</tr>
<tr>
<td>10</td>
<td>Segment Details</td>
</tr>
<tr>
<td>10</td>
<td>Canadian Banking</td>
</tr>
<tr>
<td>11</td>
<td>Wealth Management</td>
</tr>
<tr>
<td>12</td>
<td>Insurance</td>
</tr>
<tr>
<td>13</td>
<td>International Banking</td>
</tr>
<tr>
<td>14</td>
<td>Capital Markets</td>
</tr>
<tr>
<td>15</td>
<td>Corporate Support</td>
</tr>
<tr>
<td>16</td>
<td>On- and Off-Balance Sheet</td>
</tr>
<tr>
<td>16</td>
<td>Balance sheets (period-end balances)</td>
</tr>
<tr>
<td>17</td>
<td>Selected average balance sheet items</td>
</tr>
<tr>
<td>17</td>
<td>Assets under administration and management</td>
</tr>
<tr>
<td>17</td>
<td>Statements of comprehensive income</td>
</tr>
<tr>
<td>18</td>
<td>Statements of changes in shareholders' equity</td>
</tr>
<tr>
<td>19</td>
<td>Securitization</td>
</tr>
<tr>
<td>20</td>
<td>Capital</td>
</tr>
<tr>
<td>20</td>
<td>Capital - Basel II</td>
</tr>
<tr>
<td>21</td>
<td>Capital - Basel I</td>
</tr>
<tr>
<td>22</td>
<td>Risk-adjusted assets - Basel II</td>
</tr>
<tr>
<td>23</td>
<td>Risk-adjusted assets - Basel I</td>
</tr>
<tr>
<td>24</td>
<td>Regulatory capital generation - Basel II and Basel I</td>
</tr>
<tr>
<td>25</td>
<td>Capital (continued)</td>
</tr>
<tr>
<td>25</td>
<td>Economic capital</td>
</tr>
<tr>
<td>25</td>
<td>Capital ratios for significant banking subsidiary</td>
</tr>
<tr>
<td>26</td>
<td>Securitization subject to early amortization - seller's interest</td>
</tr>
<tr>
<td>26</td>
<td>Our financial asset securitizations</td>
</tr>
<tr>
<td>27</td>
<td>Loans managed</td>
</tr>
<tr>
<td>27</td>
<td>Financial asset securitizations - capital charges</td>
</tr>
<tr>
<td>28</td>
<td>Credit Quality</td>
</tr>
<tr>
<td>28</td>
<td>Loans and acceptances</td>
</tr>
<tr>
<td>29</td>
<td>Gross impaired loans</td>
</tr>
<tr>
<td>31</td>
<td>Provision for credit losses</td>
</tr>
<tr>
<td>32</td>
<td>Allowance for credit losses</td>
</tr>
<tr>
<td>33</td>
<td>U.S. banking loans</td>
</tr>
<tr>
<td>34</td>
<td>Credit quality ratios</td>
</tr>
<tr>
<td>35</td>
<td>Credit Risk Exposure</td>
</tr>
<tr>
<td>35</td>
<td>Credit risk exposure by geography and portfolio</td>
</tr>
<tr>
<td>36</td>
<td>Exposure covered by credit risk mitigation</td>
</tr>
<tr>
<td>36</td>
<td>Credit exposure by residual contractual maturity</td>
</tr>
<tr>
<td>36</td>
<td>Credit exposure of portfolios under the standardized approach by risk weight</td>
</tr>
<tr>
<td>36</td>
<td>Actual losses vs. estimated losses</td>
</tr>
<tr>
<td>37</td>
<td>Retail credit exposure by portfolio and risk category</td>
</tr>
<tr>
<td>37</td>
<td>Wholesale credit exposure by portfolio and risk rating</td>
</tr>
<tr>
<td>38</td>
<td>Realized gains and losses on available-for-sale securities</td>
</tr>
<tr>
<td>38</td>
<td>Banking book equity exposures</td>
</tr>
<tr>
<td>39</td>
<td>Trading credit derivatives</td>
</tr>
<tr>
<td>39</td>
<td>Other than trading credit derivatives positions</td>
</tr>
<tr>
<td>40</td>
<td>Fair value of derivative instruments</td>
</tr>
<tr>
<td>40</td>
<td>Derivative-related credit risk</td>
</tr>
<tr>
<td>41</td>
<td>Calculation of ROE and RORC</td>
</tr>
</tbody>
</table>
The financial information in this document is in Canadian dollars and is based on unaudited interim financial statements prepared in accordance with Canadian generally accepted accounting principles (GAAP), unless otherwise noted. This document is not audited and should be read in conjunction with our Q2 2010 Report to Shareholders and our 2009 Annual Report to Shareholders. Certain comparative amounts have been reclassified to conform to the current period’s presentation.

**Significant reporting changes made to this document in Q2/10**

**Average retail loans**
We reclassified certain average business loans, which were previously reported in Q1/10 as wholesale, to retail loans. Average loan balance, specific PCL ratio, and total net write-off ratio for Q1/10 reflect these adjustments.

**Wealth Management - Money market fee waivers**
We reclassified certain money market fee waivers, which were previously reported as service charges, to mutual fund revenue to better reflect the nature of the charge. Service charges and mutual fund revenue reported in the Statements of Income for Q1/09 to Q1/10 reflect these adjustments.

**Significant reporting changes made to this document in Q1/10**

**Canadian Banking - Retail deposits**
We reclassified certain retail deposits distributed through 3rd party brokers which were previously reported in Corporate Support to Canadian Banking. Average deposit balances for Q1/09 to Q4/09 reflect these adjustments.
Key performance and Non-GAAP measures

Management measures and evaluates the performance of our consolidated operations and each of our segments based on a number of different measures including net income and non-GAAP measures. For details, refer to the 'How we measure and report our business segments' section in our Q2 2010 Report to Shareholders and our 2009 Annual Report to Shareholders. Readers are cautioned that key performance measures and non-GAAP measures do not have any standardized meaning prescribed by GAAP and therefore may not be comparable to similar measures presented by other companies.

Performance measures

Risk capital
Risk capital includes credit, market (trading and non-trading), insurance-specific, operational, business and fixed assets risk capital.

Attributed capital (Economic capital)
An estimate of the amount of equity capital required to underpin risks. It is calculated by estimating the level of capital that is necessary to support our various businesses, given their risks, consistent with our desired solvency standard and credit ratings.

Unattributed capital
Unattributed capital represents common equity in excess of common equity attributed to our business segments and is reported in the Corporate Support segment.

Average risk capital
Calculated using methods intended to approximate the average of the daily risk capital balances for the period.

Return on risk capital (RORC)
Net income available to common shareholders divided by average risk capital. Refer to page 41 for the business segments’ RORC calculation. Business segment RORC is calculated as net income available to common shareholders divided by average risk capital for the period.

Non-GAAP measures

Cash basis measures
Cash basis measures such as cash net income, cash diluted earnings per share (EPS) and cash ROE are calculated by adding back to net income the after-tax amount on the amortization of other intangibles and goodwill impairment. These non-cash charges do not deplete our cash reserves.

Defined operating leverage
Our defined operating leverage is defined as the difference between revenue growth rate (as adjusted) and non-interest expense growth rate (as adjusted). Revenue is based on a taxable equivalent basis, excluding consolidated variable interest entities (VIEs) and insurance revenue. Our revenue in 2007 excludes accounting adjustments related to the financial instruments accounting standards. Non-interest expense excludes insurance expense.

Defined operating profit
Defined operating profit is net income available to common shareholders excluding the after-tax effect of amortization of other intangibles, less a capital charge for use of attributed capital.

Glossary

Assets-to-capital multiple
Total assets plus specified off balance sheet items, as defined by the Office of the Superintendent of Financial Institutions Canada (OSFI), divided by total regulatory capital.

Assets under administration (AUA)
Assets administered by us, which are beneficially owned by clients. Services provided in respect of assets under administration are of an administrative nature, including safekeeping, collecting investment income, settling purchase and sale transactions, and record keeping.

Assets under management (AUM)
Assets managed by us, which are beneficially owned by clients. Services provided in respect of assets under management include the selection of investments and the provision of investment advice. We have assets under management that are also administered by us and included in assets under administration.

Goodwill and intangibles
Represents our net investment in goodwill and intangibles.

Gross-adjusted assets (GAA)
GAA are used in the calculation of the Assets-to-Capital multiple. They represent our total assets including specified off-balance sheet items and net of prescribed deductions. Off balance sheet items for this calculation are direct credit substitutes, including letters of credit and guarantees, transaction-related contingencies, trade-related contingencies and sale and repurchase agreements.

Taxable equivalent basis (teb)
Income from certain specified tax-advantaged sources is increased to a level that would make it comparable to income from taxable sources. There is an offsetting adjustment in the tax provision, thereby generating the same after-tax net income. We record teb adjustments in Capital Markets and record elimination adjustments in Corporate Support. See the How we measure and report our business segments in our 2009 Annual Report.

Total trading revenue
Total trading revenue is comprised of trading related revenue recorded in Net interest income and Non-interest income.
Glossary continued

Calculations
Average balances (assets, loans and acceptances, and deposits)
Calculated using methods intended to approximate the average of the daily balances for the period.

Average common equity
Calculated using methods intended to approximate the average of the daily balances for the period. For the business segments, calculated using methods intended to approximate the average of the daily attributed capital for the period.

Average earning assets
The average carrying value of deposits with banks, securities, assets purchased under reverse repurchase agreements and certain securities borrowed, and loans based on daily balances for the period.

Capital charge
Calculated by multiplying the cost of capital by the amount of average common equity. The cost of capital is a proxy for the after-tax return that we estimate to be required by shareholders for the use of their capital. The cost of capital is regularly reviewed and adjusted from time to time based on prevailing market conditions.

Market capitalization
End of period common shares outstanding multiplied by the closing common share price on the Toronto Stock Exchange.

Dividend yield
Dividends per common share divided by the average of the high and low share prices in the relevant period.

Net interest margin (average assets)
Net interest income as a percentage of total average assets.

Net interest margin (average earning assets)
Net interest income as a percentage of total average earning assets.

Net write-offs
Gross write-offs less recoveries of amounts previously written off.

Risk-adjusted assets - Basel I
Used in the calculation of risk-based capital ratios as defined by guidelines issued by OSFI. The face value of is discounted using risk-weighted factors in order to reflect a comparable risk per dollar among all types of assets. The risk inherent in off-balance sheet instruments is also recognized, first by determining a credit equivalent and then by applying appropriate risk-weighting factors. Specific and general market risk-adjusted assets are added to the calculation of the Balance Sheet and off-balance sheet risk-adjusted assets to obtain the total risk-adjusted assets.

Risk-adjusted assets - Basel II
Used in the calculation of risk-based capital ratios as defined by guidelines issued by OSFI based on Basel II, effective November 1, 2007. A majority of our credit risk portfolios use the AIRB Approach and the remainder use a Standardized Approach for the calculation of Risk-adjusted assets (RAA) based on the total exposure, i.e. exposure at default, and counterparty risk weights. For market risk RAA measurement, we use internal models approach for products with regulatory approval and a standardized approach for products to be approved. For Operational risk, we use the Standardized Approach. In addition, Basel II requires a transitional capital floor adjustment. For more details, refer to our Q2 2010 Report to Shareholders and our 2009 Annual Report.
## Financial Highlights (C$ MM)

### Selected Income Statement Information

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total revenue</td>
<td>6,967</td>
<td>7,334</td>
<td>7,459</td>
<td>7,823</td>
<td>6,761</td>
<td>7,063</td>
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<tr>
<td>Provision for credit losses (PCL)</td>
<td>504</td>
<td>493</td>
<td>383</td>
<td>770</td>
<td>674</td>
<td>756</td>
</tr>
<tr>
<td>Insurance policyholder benefits, claims and acquisition expense</td>
<td>1,096</td>
<td>1,130</td>
<td>1,322</td>
<td>1,253</td>
<td>958</td>
<td>1,076</td>
</tr>
<tr>
<td>Non-interest expense (NIE)</td>
<td>3,572</td>
<td>3,626</td>
<td>3,606</td>
<td>3,755</td>
<td>3,575</td>
<td>3,622</td>
</tr>
<tr>
<td>Goodwill impairment charge</td>
<td>1,329</td>
<td>1,497</td>
<td>1,237</td>
<td>1,561</td>
<td>51</td>
<td>1,110</td>
</tr>
<tr>
<td>Net income (loss) available to common shareholders</td>
<td>1,264</td>
<td>1,433</td>
<td>1,173</td>
<td>1,488</td>
<td>1,093</td>
<td>1,235</td>
</tr>
</tbody>
</table>

### Profitability Measures

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total earnings (loss) per share (EPS) - basic</td>
<td>$0.89</td>
<td>$1.01</td>
<td>$0.83</td>
<td>$1.06</td>
<td>($0.07)</td>
<td>$0.78</td>
</tr>
<tr>
<td>Return on common equity (ROE)</td>
<td>15.8 %</td>
<td>17.5 %</td>
<td>14.7 %</td>
<td>19.4 %</td>
<td>14.5 %</td>
<td>16.1 %</td>
</tr>
<tr>
<td>Return on risk capital (RORC)</td>
<td>26.7 %</td>
<td>30.8 %</td>
<td>26.0 %</td>
<td>(2.3) %</td>
<td>22.7 %</td>
<td>26.3 %</td>
</tr>
<tr>
<td>Efficiency ratio</td>
<td>5.13 %</td>
<td>4.94 %</td>
<td>4.83 %</td>
<td>4.81 %</td>
<td>51.3 %</td>
<td>59.0 %</td>
</tr>
</tbody>
</table>

### Cash Basis Measures

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income (loss)</td>
<td>1,329</td>
<td>1,497</td>
<td>1,237</td>
<td>1,561</td>
<td>($50)</td>
<td>1,110</td>
</tr>
<tr>
<td>Cash Diluted EPS</td>
<td>$0.91</td>
<td>$1.03</td>
<td>$0.85</td>
<td>$1.07</td>
<td>$0.66</td>
<td>$0.81</td>
</tr>
<tr>
<td>Cash ROE</td>
<td>15.5 %</td>
<td>17.1 %</td>
<td>14.5 %</td>
<td>19.0 %</td>
<td>12.3 %</td>
<td>14.9 %</td>
</tr>
</tbody>
</table>

### Economic Profit

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Economic Profit</td>
<td>465</td>
<td>614</td>
<td>337</td>
<td>685</td>
<td>119</td>
<td>310</td>
</tr>
</tbody>
</table>

### Selected Balance Sheet Information

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Average loans and acceptances</td>
<td>289,400</td>
<td>289,400</td>
<td>288,800</td>
<td>285,400</td>
<td>291,500</td>
<td>296,000</td>
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<tr>
<td>Total assets</td>
<td>655,136</td>
<td>659,499</td>
<td>654,989</td>
<td>660,133</td>
<td>680,514</td>
<td>713,367</td>
</tr>
<tr>
<td>Average common equity</td>
<td>32,850</td>
<td>32,450</td>
<td>31,600</td>
<td>30,400</td>
<td>30,550</td>
<td>29,200</td>
</tr>
<tr>
<td>Average risk capital</td>
<td>19,450</td>
<td>18,450</td>
<td>17,900</td>
<td>16,800</td>
<td>16,950</td>
<td>15,700</td>
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</table>

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Defined in the "Key performance and Non-GAAP measures" section.
3 Excludes the impact of the financial instruments accounting standards related to insurance.
4 n.m. not meaningful

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2nd Quarter 2010 - Supplementary Financial Information

ROYAL BANK OF CANADA
### FINANCIAL HIGHLIGHTS

**CAPITAL MEASURES**

<table>
<thead>
<tr>
<th></th>
<th></th>
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<th></th>
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<th></th>
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</thead>
<tbody>
<tr>
<td>Tier 1 capital ratio - Basel II</td>
<td>13.4%</td>
<td>12.7%</td>
<td>13.0%</td>
<td>12.9%</td>
<td>11.4%</td>
<td>10.6%</td>
<td>9.0%</td>
<td>9.4%</td>
<td>9.5%</td>
<td>13.4%</td>
<td>11.4%</td>
<td>13.0%</td>
</tr>
<tr>
<td>- Basel I</td>
<td>11.9%</td>
<td>11.5%</td>
<td>11.3%</td>
<td>11.1%</td>
<td>10.4%</td>
<td>9.6%</td>
<td>8.3%</td>
<td>8.7%</td>
<td>8.8%</td>
<td>11.9%</td>
<td>10.4%</td>
<td>11.3%</td>
</tr>
<tr>
<td>Total capital ratio - Basel II</td>
<td>14.4%</td>
<td>13.6%</td>
<td>14.2%</td>
<td>14.4%</td>
<td>13.3%</td>
<td>12.5%</td>
<td>11.0%</td>
<td>11.6%</td>
<td>11.4%</td>
<td>14.4%</td>
<td>13.3%</td>
<td>14.2%</td>
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<tr>
<td>- Basel I</td>
<td>13.2%</td>
<td>12.6%</td>
<td>12.7%</td>
<td>12.2%</td>
<td>11.7%</td>
<td>12.5%</td>
<td>11.9%</td>
<td>10.9%</td>
<td>11.5%</td>
<td>13.2%</td>
<td>12.2%</td>
<td>12.7%</td>
</tr>
<tr>
<td>Assets-to-capital multiple - Basel II</td>
<td>16.0%</td>
<td>16.2%</td>
<td>16.3%</td>
<td>16.3%</td>
<td>17.5%</td>
<td>20.1X</td>
<td>19.5X</td>
<td>20.2X</td>
<td>18.0%</td>
<td>16.0%</td>
<td>15.9%</td>
<td>20.0%</td>
</tr>
<tr>
<td>- Basel I</td>
<td>15.6%</td>
<td>16.0%</td>
<td>15.9%</td>
<td>16.2%</td>
<td>16.4X</td>
<td>17.4X</td>
<td>20.0X</td>
<td>19.4X</td>
<td>19.9X</td>
<td>15.6%</td>
<td>16.4X</td>
<td>15.9X</td>
</tr>
<tr>
<td>Tier 1 common ratio - Basel II</td>
<td>9.7%</td>
<td>9.1%</td>
<td>9.2%</td>
<td>9.1%</td>
<td>7.9%</td>
<td>7.6%</td>
<td>6.9%</td>
<td>7.0%</td>
<td>9.7%</td>
<td>9.7%</td>
<td>9.2%</td>
<td>6.5%</td>
</tr>
<tr>
<td>Risk-adjusted assets ($ billions) - Basel II</td>
<td>290.9</td>
<td>297.2</td>
<td>293.3</td>
<td>291.4</td>
<td>302.0</td>
<td>309.0</td>
<td>311.2</td>
<td>283.1</td>
<td>273.6</td>
<td>290.9</td>
<td>302.0</td>
<td>293.3</td>
</tr>
<tr>
<td>Gross-adjusted assets ($ billions) - Basel II</td>
<td>599.9</td>
<td>600.4</td>
<td>591.1</td>
<td>598.3</td>
<td>605.1</td>
<td>624.4</td>
<td>652.4</td>
<td>606.6</td>
<td>600.1</td>
<td>599.9</td>
<td>605.1</td>
<td>591.1</td>
</tr>
<tr>
<td>- Basel I</td>
<td>601.5</td>
<td>601.6</td>
<td>592.9</td>
<td>597.5</td>
<td>605.0</td>
<td>626.6</td>
<td>653.4</td>
<td>606.5</td>
<td>605.5</td>
<td>601.5</td>
<td>605.0</td>
<td>592.9</td>
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| **SHARE INFORMATION**

<table>
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<th>First preferred shares outstanding (000s) - end of period</th>
<th>Non-cumulative series N</th>
<th>Non-cumulative series W</th>
<th>Non-cumulative series AA</th>
<th>Non-cumulative series AB</th>
<th>Non-cumulative series A</th>
<th>Non-cumulative series AE</th>
<th>Non-cumulative series AF</th>
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</thead>
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<tr>
<td>Common shares outstanding (000s) - end of period</td>
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<td>12,000</td>
<td>12,000</td>
<td>12,000</td>
<td>12,000</td>
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<td>28</td>
<td>65</td>
<td>30</td>
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<tr>
<td>Common share price (RY on TSX) -</td>
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<td></td>
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<tr>
<td>Close, end of period</td>
<td>$61.59</td>
<td>$52.28</td>
<td>$54.80</td>
<td>$51.28</td>
<td>$42.30</td>
<td>$46.84</td>
<td>$47.25</td>
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<td>74,313</td>
<td>77,685</td>
<td>72,419</td>
<td>59,575</td>
<td>42,786</td>
<td>62,825</td>
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<tr>
<td>Dividend yield</td>
<td>3.5%</td>
<td>3.6%</td>
<td>3.7%</td>
<td>3.5%</td>
<td>4.4%</td>
<td>4.4%</td>
<td>3.3%</td>
</tr>
</tbody>
</table>
| **COMMON SHARE PERFORMANCE**

| Common share price (RY on TSX) - | | | | | | | |
| High (intraday) | $62.89 | $58.66 | $58.50 | $51.55 | $43.74 | $48.30 | $51.50 | $51.22 | $51.76 |
| Low (intraday) | $52.16 | $52.10 | $49.19 | $41.12 | $32.52 | $28.05 | $39.05 | $39.51 | $42.82 |
| Premium (end of period) | $161.59 | $152.28 | $154.80 | $151.28 | $42.30 | $30.41 | $46.84 | $47.25 | $48.02 |
| P/E ratio (quarters trailing earnings) | 16.4 | 16.7 | 25.7 | 20.0 | 17.3 | 9.5 | 13.9 | 13.2 | 12.9 |
| Price to book value | 2.63 | 2.26 | 2.42 | 2.34 | 2.24 | 2.40 | 2.63 |
| **DIVIDEND INFORMATION**

| Dividends declared per share | $0.50 | $0.50 | $0.50 | $0.50 | $0.50 | $0.50 | $0.50 | $0.50 | $0.50 |
| Dividend yield | 3.5% | 3.6% | 3.7% | 4.3% | 5.8% | 5.2% | 4.4% | 4.4% | 4.2% |
| Dividend payout ratio | 50% | 50% | 60% | 47% | n.m. | 66% | 61% | 54% | 72% |
| Common dividends ($ MM) | 711.0 | 710.8 | 709.0 | 704.7 | 702.0 | 767.0 | 769.9 | 647.0 | 626.4 |
| Preferred dividends ($ MM) | 65 | 64 | 64 | 73 | 55 | 51 | 41 | 27 | 27 |

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1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Commencing Q1/08, capital ratios and risk-adjusted assets are calculated using guidelines issued by OSFI under the new Basel II framework. Comparative amounts are calculated using guidelines issued by the OSFI under the Basel I framework.
3. Basel I and Basel II are not directly comparable.
4. Effective Q2/08, the OSFI amended the treatment of the general allowance in the calculation of the Assets-to-capital multiple under Basel II. Comparative ratios have not been revised.
5. Common shares outstanding at end of period includes Treasury shares (shares acquired and held by subsidiaries for reasons other than cancellation). Average common shares outstanding excludes Treasury shares.
6. Closing share price divided by diluted earnings per share.
7. Calculated using number of common shares outstanding, except as noted.
8. n.m. not meaningful.
### INTEREST RATE SENSITIVITY

**Before tax impact of 1% increase in rates on:**
- **Net interest income risk**: 160, 307, 339, 325, 228, 70, 45, 35, 9
  - Economic value of equity: (202), (181), (230), (405), (440), (501), (508), (480), (575)

**Before tax impact of 1% decrease in rates on:**
- **Net interest income risk**: (140), (82), (112), (130), (48), (115), (90), (57), (25)
  - Economic value of equity: 155, 155, 214, 351, 353, 396, 448, 397, 489

### OTHER INFORMATION

**Number of employees (full time equivalent)**
- **Canada**: 48,773, 48,429, 48,793, 49,730, 49,170, 50,279, 49,999, 50,486, 49,282
- **US**: 12,374, 12,484, 12,615, 12,811, 13,349, 13,452, 13,464, 13,018
- **Other**: 9,665, 9,697, 9,778, 9,825, 9,960, 9,919, 9,972, 9,823, 4,448
  - **Total**: 70,812, 70,600, 71,186, 72,366, 72,479, 73,418, 73,323, 73,773, 66,748

**Number of Banking branches**
- **Canada**: 1,202, 1,200, 1,197, 1,190, 1,187, 1,179, 1,174, 1,160, 1,153
- **US**: 427, 430, 438, 441, 440, 439, 442, 450
- **Other**: 125, 126, 126, 128, 128, 127, 127, 127, 45
  - **Total**: 1,754, 1,756, 1,761, 1,759, 1,756, 1,747, 1,741, 1,729, 1,648

**Number of automated teller machines (ATM)**
- **Canada**: 5,043, 5,037, 5,030, 5,046, 5,012, 4,984, 4,964, 4,897, 4,634
- **US**: 4,634
- **Other**: 5,043, 5,012, 5,030, 4,964, 4,419
### STATEMENTS OF INCOME

(C$ MM)

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<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
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<td>750</td>
<td>910</td>
<td>1,027</td>
<td>781</td>
<td>(41)</td>
<td>(44)</td>
<td>239</td>
<td>(225)</td>
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<td>1,283</td>
<td>1,608</td>
<td>1,447</td>
<td>627</td>
<td>(58)</td>
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<td>900</td>
<td>1,086</td>
<td>1,112</td>
<td>1,043</td>
<td>63</td>
<td>(78)</td>
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<td>144</td>
<td>283</td>
<td>217</td>
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<td>106</td>
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<td><strong>Total</strong></td>
<td>732</td>
<td>1,136</td>
<td>1,283</td>
<td>1,608</td>
<td>1,447</td>
<td>627</td>
<td>(58)</td>
<td>385</td>
<td>(61)</td>
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<td>Trading revenue (teb) by product</td>
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<td>Interest rate and credit</td>
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<td>1,043</td>
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<td>(78)</td>
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<td>136</td>
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1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Includes precious metals.

### 2nd Quarter 2010 - Supplementary Financial Information

ROYAL BANK OF CANADA
### NON-INTEREST EXPENSE (C$ MM)

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<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<td>3,575</td>
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<td>2,989</td>
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</table>

1. Stock-based compensation includes the cost of stock options, stock appreciation rights, performance deferred shares, deferred compensation plans and the impact of related economic hedges.
2. Comparative information has been reclassified as a result of adopting CICA Handbook Section 3064 on November 1, 2008.
3. Other includes reduction of the Enron-related litigation provision: $53 million in Q1/10, $542 million in Q4/08.
### Defined Operating Leverage ²

(C$ MM, except percentage amounts)

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<td>5,069</td>
<td>5,912</td>
<td>4,954</td>
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<td>2</td>
<td>7</td>
<td>(29)</td>
<td>(55)</td>
<td>17</td>
<td>(15)</td>
<td>4</td>
<td>(22)</td>
<td>(22)</td>
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<td>1,575</td>
<td>1,229</td>
<td>1,346</td>
<td>111</td>
<td>858</td>
<td>801</td>
<td>2,709 2,575 5,715 2,610 3,192</td>
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<td>Impact of the financial instruments accounting standards ³</td>
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<td>Total revenue (adjusted)</td>
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<td>5,628</td>
<td>5,806</td>
<td>5,115</td>
<td>5,123</td>
<td>4,258</td>
<td>11,836 11,434 23,779 19,430 19,488</td>
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<td>265 279 559 576 537</td>
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<td>Non-interest expense (adjusted)</td>
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<td>3,437</td>
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<td>Defined operating leverage ² (compared to prior year)</td>
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<td>4.1%</td>
<td>(5.3)%</td>
<td>8.6%</td>
<td>10.7%</td>
<td>1.1%</td>
<td>9.5%</td>
<td>0.6%</td>
<td>(5.9)%</td>
<td>3.3%</td>
<td>5.4%</td>
<td>3.5%</td>
<td>1.0%</td>
<td>2.6%</td>
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### Goodwill

(C$ MM)

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<td>8,368</td>
<td>8,313</td>
<td>8,189</td>
<td>9,948</td>
<td>9,977</td>
<td>8,859</td>
<td>6,165</td>
<td>4,897</td>
<td>8,368 9,977 9,977 4,752 4,504</td>
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<td>Goodwill impairment charge</td>
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<td>-</td>
<td>-</td>
<td>(1,000)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(1,000) 1,000 - -</td>
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<tr>
<td>Other adjustments ⁴</td>
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<td>(91)</td>
<td>50</td>
<td>(506)</td>
<td>(148)</td>
<td>(44)</td>
<td>959</td>
<td>61</td>
<td>(2)</td>
<td>(352) 192 448 1,163 458</td>
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<tr>
<td>Closing balance</td>
<td>8,021</td>
<td>8,279</td>
<td>8,368</td>
<td>8,313</td>
<td>8,189</td>
<td>9,948</td>
<td>9,977</td>
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<td>8,021 8,819 8,368 9,977 4,752</td>
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¹ Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.

² Defined in the “Key performance and Non-GAAP measures” section.

³ Excludes the impact of the financial instruments accounting standards related to insurance.

⁴ Other adjustments primarily include the impact of foreign exchange translations on foreign currency-denominated goodwill.
### Income Statement

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<th>3Q/08</th>
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<th>3Q/07</th>
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<td>1,740</td>
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<td>1,718</td>
<td>1,701</td>
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<td>Non-interest income</td>
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<td>2,573</td>
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<td>2,371</td>
<td>2,465</td>
<td>2,449</td>
<td>2,443</td>
<td>2,286</td>
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<td>9,586</td>
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<td>270</td>
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### Total Revenue by business

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<td>Total 2,591</td>
<td>2,638</td>
<td>2,573</td>
<td>2,481</td>
<td>2,371</td>
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<tr>
<td>Personal Financial Services</td>
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<td>618</td>
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<td>555</td>
<td>524</td>
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<td>Total 2,591</td>
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<td>9,890</td>
<td>9,586</td>
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</table>

### Financial ratios

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<td>39.6%</td>
<td>37.0%</td>
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<td>2.80%</td>
<td>2.74%</td>
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### Average balances

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<tr>
<td>Risk capital 6,600</td>
<td>5,600</td>
<td>5,500</td>
<td>5,400</td>
<td>5,350</td>
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</tbody>
</table>

### Credit quality

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>Gross impaired loans</td>
<td>0.49%</td>
<td>0.47%</td>
<td>0.48%</td>
<td>0.48%</td>
</tr>
<tr>
<td>PCL / Average net loans and acceptances</td>
<td>0.47%</td>
<td>0.48%</td>
<td>0.48%</td>
<td>0.54%</td>
</tr>
<tr>
<td>Net write-offs / Average net loans and acceptances</td>
<td>0.47%</td>
<td>0.45%</td>
<td>0.50%</td>
<td>0.52%</td>
</tr>
</tbody>
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### Business information

<table>
<thead>
<tr>
<th></th>
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</thead>
<tbody>
<tr>
<td>Assets under administration 141,200</td>
<td>136,000</td>
<td>133,800</td>
<td>130,800</td>
<td>123,000</td>
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</table>

### Other earnings measures

<table>
<thead>
<tr>
<th></th>
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<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income 736</td>
<td>777</td>
<td>717</td>
<td>669</td>
<td>581</td>
</tr>
<tr>
<td>After-tax effect of amortization of other intangibles 3</td>
<td>373</td>
<td>333</td>
<td>313</td>
<td>283</td>
</tr>
<tr>
<td>Cash Net income 741</td>
<td>778</td>
<td>718</td>
<td>671</td>
<td>552</td>
</tr>
<tr>
<td>Capital charge (235)</td>
<td>(217)</td>
<td>(217)</td>
<td>(218)</td>
<td>(215)</td>
</tr>
<tr>
<td>Economic Profit 506</td>
<td>561</td>
<td>500</td>
<td>456</td>
<td>384</td>
</tr>
</tbody>
</table>

---

1 Reported results include securitized residential mortgage and credit card loans and related amounts for income and provision for credit losses. As at Q2/10, the average securitized residential mortgage and credit card loans included were $37 billion and $3 billion, respectively.

2 As at Q2/10, average personal secured loans was $35.4 billion and average personal unsecured loans was $27.3 billion.

3 Excludes the amortization of computer software intangibles.
### WEALTH MANAGEMENT

#### Income Statement

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/Q09</th>
<th>Q3/Q09</th>
<th>Q2/Q09</th>
<th>Q1/Q09</th>
<th>Q4/Q08</th>
<th>Q3/Q08</th>
<th>Q2/Q08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total revenue</strong></td>
<td>975,1,064</td>
<td>1,074,1,018</td>
<td>991,997</td>
<td>1,025,1,019</td>
<td>990</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Provision for credit losses (PCL)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Non-interest expense</td>
<td>828</td>
<td>806</td>
<td>841</td>
<td>777</td>
<td>817</td>
<td>827</td>
<td>860</td>
<td>758</td>
<td>732</td>
</tr>
<tr>
<td>Income taxes</td>
<td>57</td>
<td>39</td>
<td>72</td>
<td>73</td>
<td>42</td>
<td>49</td>
<td>74</td>
<td>76</td>
<td></td>
</tr>
<tr>
<td><strong>Net income</strong></td>
<td>90</td>
<td>219</td>
<td>161</td>
<td>168</td>
<td>126</td>
<td>128</td>
<td>116</td>
<td>166</td>
<td>187</td>
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</table>

#### Total Revenue by business

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Canadian Wealth Management</td>
<td>711,637</td>
<td>1,323,1,474</td>
<td>1,460,1,988</td>
<td>1,988,4,080</td>
</tr>
<tr>
<td>U.S. &amp; International Wealth Management</td>
<td>964,1,056</td>
<td>2,132,1,869</td>
<td>1,988,4,080</td>
<td>1,988,4,080</td>
</tr>
<tr>
<td>Global Asset Management</td>
<td>364,295</td>
<td>625,644</td>
<td>544</td>
<td>544</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>2,039,1,988</td>
<td>4,080,3,987</td>
<td>3,992,3,992</td>
<td>3,992,3,992</td>
</tr>
</tbody>
</table>

#### Financial ratios

<table>
<thead>
<tr>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td>Return on equity (ROE)</td>
<td>16.0%</td>
<td>12.3%</td>
<td>14.2%</td>
<td>23.3%</td>
</tr>
<tr>
<td>Return on risk capital (RRDR)</td>
<td>56.6%</td>
<td>42.5%</td>
<td>49.2%</td>
<td>64.9%</td>
</tr>
<tr>
<td><strong>Average balances</strong></td>
<td>18,200</td>
<td>20,500</td>
<td>16,900</td>
<td>16,600</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Loans and acceptance</td>
<td>6,400</td>
<td>5,900</td>
<td>5,200</td>
<td>4,600</td>
</tr>
<tr>
<td>Deposits</td>
<td>28,800</td>
<td>31,500</td>
<td>24,900</td>
<td>24,900</td>
</tr>
<tr>
<td>Attributed capital</td>
<td>3,550</td>
<td>3,950</td>
<td>2,800</td>
<td>2,700</td>
</tr>
<tr>
<td>Risk capital</td>
<td>950</td>
<td>1,150</td>
<td>1,100</td>
<td>1,100</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>31,050</td>
<td>36,700</td>
<td>30,400</td>
<td>29,600</td>
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</tbody>
</table>

#### Credit quality

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross impaired loans / Average net loans and acceptances</td>
<td>0.09%</td>
<td>0.09%</td>
<td>0.09%</td>
<td>0.09%</td>
</tr>
<tr>
<td>PCL / Average net loans and acceptances</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
<tr>
<td>Net write-offs / Average net loans and acceptances</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
<td>0.00%</td>
</tr>
</tbody>
</table>

### Business information

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
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<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total</strong></td>
<td>310,100</td>
<td>310,400</td>
<td>303,300</td>
<td>298,100</td>
<td>271,300</td>
</tr>
<tr>
<td>Assets under management</td>
<td>231,300</td>
<td>231,600</td>
<td>221,100</td>
<td>220,800</td>
<td>172,800</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>251,000</td>
<td>251,000</td>
<td>245,700</td>
<td>240,900</td>
<td>181,200</td>
</tr>
</tbody>
</table>

**Business information**

<table>
<thead>
<tr>
<th></th>
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<td>245,700</td>
<td>240,900</td>
<td>181,200</td>
</tr>
</tbody>
</table>

**Other earnings measures**

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income</td>
<td>90</td>
<td>219</td>
<td>161</td>
<td>168</td>
</tr>
<tr>
<td>After-tax effect of amortization of other intangibles</td>
<td>13</td>
<td>12</td>
<td>12</td>
<td>11</td>
</tr>
<tr>
<td>Cash Net income</td>
<td>103</td>
<td>231</td>
<td>173</td>
<td>179</td>
</tr>
<tr>
<td>Capital charge</td>
<td>(99)</td>
<td>(109)</td>
<td>(111)</td>
<td>(110)</td>
</tr>
<tr>
<td>Economic Profit</td>
<td>4</td>
<td>122</td>
<td>62</td>
<td>69</td>
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<tr>
<td><strong>Total</strong></td>
<td>39</td>
<td>254</td>
<td>583</td>
<td>665</td>
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**Revenue by business**

<table>
<thead>
<tr>
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</tr>
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<tbody>
<tr>
<td><strong>Total</strong></td>
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<td>303,300</td>
<td>298,100</td>
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</tr>
<tr>
<td>Assets under management</td>
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<td>303,300</td>
<td>298,100</td>
<td>271,300</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>310,100</td>
<td>310,400</td>
<td>303,300</td>
<td>298,100</td>
<td>271,300</td>
</tr>
</tbody>
</table>

---

1 Excludes assets held by clients of Phillips, Hager & North Investment Management Ltd. for which we earn either a nominal or no management fee. Q2/10 AUM excludes $1.4 billion of these assets.
2 Excludes the amortization of software intangibles.
## Income Statement

### 6 months

<table>
<thead>
<tr>
<th>Description</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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</thead>
<tbody>
<tr>
<td><strong>Net earned premiums</strong></td>
<td>1,033</td>
<td>1,067</td>
<td>1,098</td>
<td>986</td>
<td>1,005</td>
<td>800</td>
<td>752</td>
<td>761</td>
<td>689</td>
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<tr>
<td><strong>Investment income</strong></td>
<td>225</td>
<td>248</td>
<td>396</td>
<td>522</td>
<td>173</td>
<td>488</td>
<td>697</td>
<td>49</td>
<td>63</td>
</tr>
<tr>
<td><strong>Fee income</strong></td>
<td>69</td>
<td>67</td>
<td>71</td>
<td>67</td>
<td>51</td>
<td>58</td>
<td>56</td>
<td>48</td>
<td>49</td>
</tr>
<tr>
<td><strong>Total revenue</strong></td>
<td>1,327</td>
<td>1,382</td>
<td>1,565</td>
<td>1,575</td>
<td>1,229</td>
<td>1,346</td>
<td>1,11</td>
<td>858</td>
<td>801</td>
</tr>
<tr>
<td><strong>Insurance policyholder benefits, claims and acquisition expense (PBCE)&amp;</strong></td>
<td>1,096</td>
<td>1,130</td>
<td>1,322</td>
<td>1,253</td>
<td>858</td>
<td>1,076</td>
<td>(86)</td>
<td>553</td>
<td>548</td>
</tr>
<tr>
<td><strong>Non-interest expense</strong></td>
<td>136</td>
<td>129</td>
<td>145</td>
<td>135</td>
<td>138</td>
<td>141</td>
<td>154</td>
<td>145</td>
<td>142</td>
</tr>
<tr>
<td><strong>Income taxes</strong></td>
<td>(12)</td>
<td>5</td>
<td>(6)</td>
<td>20</td>
<td>20</td>
<td>17</td>
<td>(16)</td>
<td>23</td>
<td>7</td>
</tr>
<tr>
<td><strong>Net income</strong></td>
<td>107</td>
<td>118</td>
<td>104</td>
<td>107</td>
<td>113</td>
<td>112</td>
<td>59</td>
<td>137</td>
<td>104</td>
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</table>

### Total Revenue by business

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Canadian Insurance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>U.S. Insurance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>International and Other Insurance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,327</td>
<td>1,382</td>
<td>1,565</td>
<td>1,575</td>
</tr>
</tbody>
</table>

### Financial ratios

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Return on equity (ROE)</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Return on risk capital (RORC)</strong></td>
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<td></td>
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</tr>
<tr>
<td><strong>Average balances</strong></td>
<td></td>
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<td></td>
</tr>
<tr>
<td><strong>Total assets</strong></td>
<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td><strong>Attributed capital</strong></td>
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<tr>
<td><strong>Risk capital</strong></td>
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### Additional information

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Premiums and deposits</strong></td>
<td></td>
<td></td>
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<td></td>
</tr>
<tr>
<td><strong>Canadian Insurance</strong></td>
<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td><strong>U.S. Insurance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>International and Other Insurance</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Insurance policyholder benefits and claims</strong></td>
<td></td>
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<td></td>
<td></td>
</tr>
<tr>
<td><strong>Insurance policyholder acquisition expense</strong></td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Insurance claims and policy benefit liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Fair value changes on investments backing policyholder liabilities</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Business information

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Assets under management</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Other earnings measures

<table>
<thead>
<tr>
<th>Description</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
</table>

**Notes:**

1. Premium and deposits equals net earned premiums excluding the cost of premiums to other institutions for reinsurance coverage, plus segregated fund deposits.
2. Investment income can experience volatility arising from fluctuation in the fair value of held-for-trading assets. The investments which support actuarial liabilities are predominantly fixed income assets designated as held-for-trading, and consequently changes in fair values of these assets are reflected in investment income in the consolidated statements of income. Changes in fair values of these assets are largely offset by changes in the fair value of the actuarial liabilities, the impact of which is reflected in insurance policyholder benefits and claims.
3. Includes revenue impact of the change in fair value on investments backing policyholder liabilities is reflected in Investment income and largely offset in PBCE.
4. Excludes the amortization of computer software intangibles.
## Income Statement

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total revenue</strong></td>
<td>603</td>
<td>548</td>
<td>584</td>
<td>653</td>
<td>685</td>
<td>668</td>
<td>472</td>
<td>580</td>
<td>564</td>
</tr>
<tr>
<td>Provision for credit losses (PCL)</td>
<td>185</td>
<td>175</td>
<td>229</td>
<td>230</td>
<td>289</td>
<td>232</td>
<td>198</td>
<td>137</td>
<td>91</td>
</tr>
<tr>
<td>Goodwill impairment charge</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Income taxes and non-controlling interest in net income of subsidiaries</td>
<td>(65)</td>
<td>(80)</td>
<td>(76)</td>
<td>(59)</td>
<td>(96)</td>
<td>(59)</td>
<td>(105)</td>
<td>(26)</td>
<td>7</td>
</tr>
<tr>
<td><strong>Net (loss) income</strong></td>
<td>(27)</td>
<td>(57)</td>
<td>(125)</td>
<td>(95)</td>
<td>(1,126)</td>
<td>(100)</td>
<td>(206)</td>
<td>(16)</td>
<td>38</td>
</tr>
</tbody>
</table>

### Total Revenue by business

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Banking</strong></td>
<td>447</td>
<td>389</td>
<td>422</td>
<td>476</td>
<td>507</td>
<td>475</td>
<td>281</td>
<td>341</td>
<td>349</td>
</tr>
<tr>
<td><strong>RBC Dexia IS</strong> 2</td>
<td>156</td>
<td>159</td>
<td>162</td>
<td>177</td>
<td>178</td>
<td>193</td>
<td>191</td>
<td>239</td>
<td>215</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>603</td>
<td>548</td>
<td>584</td>
<td>653</td>
<td>685</td>
<td>668</td>
<td>472</td>
<td>580</td>
<td>564</td>
</tr>
</tbody>
</table>

### Total Revenue by business (US$ MM)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Banking</strong></td>
<td>480</td>
<td>460</td>
<td>903</td>
<td>903</td>
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<tr>
<td><strong>RBC Dexia IS</strong> 2</td>
<td>771</td>
<td>894</td>
<td>771</td>
<td>894</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,251</td>
<td>1,353</td>
<td>1,794</td>
<td>1,794</td>
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### Business information

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<tr>
<td>Total assets</td>
<td>53,400</td>
<td>56,100</td>
<td>58,300</td>
<td>60,100</td>
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<tr>
<td>Total earning assets</td>
<td>33,900</td>
<td>37,100</td>
<td>38,900</td>
<td>40,400</td>
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<td>Loans and acceptances</td>
<td>29,300</td>
<td>30,700</td>
<td>32,400</td>
<td>33,900</td>
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<td>Deposits</td>
<td>44,300</td>
<td>47,100</td>
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<td>49,500</td>
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<tr>
<td>Attributed capital</td>
<td>6,550</td>
<td>6,450</td>
<td>6,650</td>
<td>7,050</td>
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<tr>
<td>Risk capital</td>
<td>3,000</td>
<td>2,700</td>
<td>2,850</td>
<td>3,150</td>
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### Credit quality

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<tr>
<td><strong>Gross impaired loans / Average net loans and acceptances</strong> 5</td>
<td>10.08%</td>
<td>10.02%</td>
<td>9.72%</td>
<td>9.84%</td>
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<tr>
<td><strong>PCL / Average net loans and acceptances</strong></td>
<td>2.58%</td>
<td>2.27%</td>
<td>2.80%</td>
<td>2.69%</td>
</tr>
<tr>
<td><strong>Net write-offs / Average net loans and acceptances</strong></td>
<td>2.68%</td>
<td>1.96%</td>
<td>2.38%</td>
<td>2.11%</td>
</tr>
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</table>

### Other earnings measures

<table>
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<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Net (loss) income</td>
<td>(27)</td>
<td>(57)</td>
<td>(125)</td>
<td>(95)</td>
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<tr>
<td>After-tax effect of amortization of other intangibles and goodwill impairment2</td>
<td>24</td>
<td>25</td>
<td>26</td>
<td>1,029</td>
</tr>
<tr>
<td>Cash Net (loss) income</td>
<td>(3)</td>
<td>(32)</td>
<td>(100)</td>
<td>(69)</td>
</tr>
<tr>
<td>Capital charge</td>
<td>(180)</td>
<td>(184)</td>
<td>(192)</td>
<td>(204)</td>
</tr>
<tr>
<td>Economic Profit</td>
<td>(183)</td>
<td>(216)</td>
<td>(292)</td>
<td>(273)</td>
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</table>

### Revenue by business (US$ MM)

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td><strong>Banking</strong></td>
<td>435</td>
<td>369</td>
<td>390</td>
<td>427</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>804</td>
<td>795</td>
<td>1,612</td>
<td>1,221</td>
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</tbody>
</table>

---

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Includes U.S. and Caribbean banking businesses. RBTT Financial Group (RBTT) results are reported on a one-month lag basis.
3 RBCC Investor Services (RBCC IS) results are reported on a one-month lag basis.
4 Calculated based on Banking Information.
5 The calculation of gross impaired loans / average net loans and acceptances for Q208 have been revised to exclude certain foreclosed assets.
6 AUA - RBCC and AUM - RBCC represent the AUA and AUM, respectively, of RBTT reported on a one-month lag.
7 AUA - RBCC IS represents the total AUA of the joint venture, of which we have a 50% ownership interest, reported on a one-month lag.
8 Excludes the amortization of computer software intangibles.
### Income Statement

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Net interest income (teb)</strong></td>
<td>660</td>
<td>729</td>
<td>721</td>
<td>890</td>
<td>936</td>
<td>852</td>
<td>568</td>
<td>372</td>
<td>343</td>
<td>1,389</td>
<td>1,788</td>
<td>3,399</td>
</tr>
<tr>
<td><strong>Non-interest income</strong></td>
<td>940</td>
<td>1,111</td>
<td>1,113</td>
<td>1,224</td>
<td>630</td>
<td>557</td>
<td>622</td>
<td>761</td>
<td>137</td>
<td>2,051</td>
<td>1,187</td>
<td>3,286</td>
</tr>
<tr>
<td><strong>Total revenue (teb)</strong></td>
<td>1,600</td>
<td>1,840</td>
<td>1,834</td>
<td>2,114</td>
<td>1,566</td>
<td>1,409</td>
<td>1,190</td>
<td>1,133</td>
<td>480</td>
<td>3,440</td>
<td>2,975</td>
<td>6,923</td>
</tr>
<tr>
<td><strong>Provision for (recovery of) credit losses (PCL)</strong></td>
<td>21</td>
<td>30</td>
<td>220</td>
<td>177</td>
<td>145</td>
<td>160</td>
<td>77</td>
<td>20</td>
<td>58</td>
<td>51</td>
<td>305</td>
<td>702</td>
</tr>
<tr>
<td><strong>Non-interest expense</strong></td>
<td>862</td>
<td>951</td>
<td>826</td>
<td>1,085</td>
<td>826</td>
<td>891</td>
<td>124</td>
<td>717</td>
<td>546</td>
<td>1,813</td>
<td>1,717</td>
<td>3,628</td>
</tr>
<tr>
<td><strong>Income taxes and non-controlling interest in net income of subsidiaries</strong></td>
<td>215</td>
<td>288</td>
<td>227</td>
<td>290</td>
<td>175</td>
<td>133</td>
<td>405</td>
<td>127</td>
<td>137</td>
<td>503</td>
<td>308</td>
<td>825</td>
</tr>
<tr>
<td><strong>Net income</strong></td>
<td>502</td>
<td>571</td>
<td>561</td>
<td>562</td>
<td>420</td>
<td>225</td>
<td>584</td>
<td>269</td>
<td>13</td>
<td>1,073</td>
<td>645</td>
<td>1,768</td>
</tr>
</tbody>
</table>

### Total Revenue (teb)

<table>
<thead>
<tr>
<th></th>
<th>Total Revenue</th>
<th>Revenue related to VIEs offset in Non-controlling interest</th>
<th>Total revenue excluding VIEs</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1,600</td>
<td>2</td>
<td>1,598</td>
</tr>
<tr>
<td><strong>21</strong></td>
<td>21</td>
<td>17</td>
<td>20</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>2,071</td>
<td>36</td>
<td>2,035</td>
</tr>
</tbody>
</table>

### Total Revenue by business

<table>
<thead>
<tr>
<th>Business</th>
<th>Total</th>
<th>Corporate and Investment Banking</th>
<th>1,600</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Markets Sales and Trading</td>
<td>1,172</td>
<td>126,700</td>
<td>2,144</td>
</tr>
<tr>
<td>Corporate and Investment Banking</td>
<td>428</td>
<td>573,400</td>
<td>1,215</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,600</td>
<td>1,840</td>
<td>1,834</td>
</tr>
</tbody>
</table>

### Financial ratios

<table>
<thead>
<tr>
<th>Ratios</th>
<th>2010</th>
<th>2009</th>
<th>2008</th>
<th>2007</th>
</tr>
</thead>
<tbody>
<tr>
<td>Return on equity (ROE)</td>
<td>25.8%</td>
<td>26.4%</td>
<td>27.9%</td>
<td>31.0%</td>
</tr>
<tr>
<td>Return on risk capital (RORC)</td>
<td>29.6%</td>
<td>30.1%</td>
<td>32.2%</td>
<td>30.0%</td>
</tr>
</tbody>
</table>

### Average balances

| Assets under administration | 4,800 | 5,100 | 5,000 | 4,800 | 5,400 | 5,900 | 7,500 | 6,400 | 7,000 | 4,800 | 5,400 | 5,000 | 4,800 | 5,500 |

### Credit quality

| Gross impaired loans / Average net loans and acceptances | 2.23% | 2.17% | 2.76% | 2.11% | 1.81% | 1.20% | 1.99% | 0.79% | 0.84% | 2.14% | 1.74% | 2.32% | 1.30% | 0.06% |
| PCL / Average net loans and acceptances | 0.29% | 0.38% | 2.63% | 1.96% | 1.40% | 1.37% | 0.73% | 0.21% | 0.64% | 0.34% | 1.39% | 1.78% | 0.48% | -0.08% |
| Net write-offs / Average net loans and acceptances | 0.45% | 0.80% | 2.00% | 1.55% | 0.81% | 1.18% | 0.07% | 0.18% | 0.13% | 0.69% | 1.00% | 1.34% | 0.09% | -0.08% |

### Business information

| Assets under administration | 4,800 | 5,100 | 5,000 | 4,800 | 5,400 | 5,900 | 7,500 | 6,400 | 7,000 | 4,800 | 5,400 | 5,000 | 4,800 | 5,500 |

### Other earnings measures

<table>
<thead>
<tr>
<th>Net income</th>
<th>After-tax effect of amortization of other intangibles</th>
<th>Cash Net income</th>
<th>Capital charge</th>
<th>Economic Profit</th>
</tr>
</thead>
<tbody>
<tr>
<td>502</td>
<td>1,229</td>
<td>503</td>
<td>(231)</td>
<td>290</td>
</tr>
<tr>
<td>571</td>
<td>2,214</td>
<td>573</td>
<td>(238)</td>
<td>335</td>
</tr>
<tr>
<td>561</td>
<td>2,085</td>
<td>563</td>
<td>(225)</td>
<td>338</td>
</tr>
<tr>
<td>562</td>
<td>2,000</td>
<td>561</td>
<td>(219)</td>
<td>324</td>
</tr>
<tr>
<td>420</td>
<td>1,085</td>
<td>421</td>
<td>(205)</td>
<td>187</td>
</tr>
<tr>
<td>225</td>
<td>1,000</td>
<td>226</td>
<td>(190)</td>
<td>(1)</td>
</tr>
<tr>
<td>584</td>
<td>1,000</td>
<td>584</td>
<td>(175)</td>
<td>(1)</td>
</tr>
<tr>
<td>269</td>
<td>1,000</td>
<td>269</td>
<td>(175)</td>
<td>(1)</td>
</tr>
</tbody>
</table>

1 Excludes the amortization of computer software intangibles.
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
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<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-interest income</td>
<td>65</td>
<td>121</td>
<td>39</td>
<td>219</td>
<td>184</td>
<td>456</td>
<td>32</td>
<td>181</td>
<td>92</td>
<td>196</td>
<td>652</td>
<td>832</td>
<td>358</td>
<td>377</td>
</tr>
<tr>
<td>Total revenue (teb)</td>
<td>(129)</td>
<td>(138)</td>
<td>(171)</td>
<td>(18)</td>
<td>(81)</td>
<td>(178)</td>
<td>(121)</td>
<td>(167)</td>
<td>(167)</td>
<td>(267)</td>
<td>97</td>
<td>(92)</td>
<td>(637)</td>
<td>(555)</td>
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<tr>
<td>Provision for (recovery of) credit losses (PCL)</td>
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<td>(30)</td>
<td>120</td>
<td>23</td>
<td>189</td>
<td>124</td>
<td>119</td>
<td>28</td>
<td>(24)</td>
<td>(34)</td>
<td>313</td>
<td>456</td>
<td>47</td>
<td>(85)</td>
</tr>
<tr>
<td>Non-interest expense</td>
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<td>25</td>
<td>25</td>
<td>12</td>
<td>5</td>
<td>8</td>
<td>46</td>
<td>19</td>
<td>(34)</td>
<td>27</td>
<td>3</td>
<td>34</td>
<td>18</td>
<td>36</td>
</tr>
<tr>
<td>Income taxes and non-controlling interest in net income of subsidiaries</td>
<td>(48)</td>
<td>(2)</td>
<td>(135)</td>
<td>(143)</td>
<td>(111)</td>
<td>(234)</td>
<td>(51)</td>
<td>(96)</td>
<td>(96)</td>
<td>(50)</td>
<td>(98)</td>
<td>(376)</td>
<td>(488)</td>
<td>(515)</td>
</tr>
<tr>
<td>Net (loss) income</td>
<td>(79)</td>
<td>(131)</td>
<td>(181)</td>
<td>(90)</td>
<td>(164)</td>
<td>(49)</td>
<td>(109)</td>
<td>(23)</td>
<td>(13)</td>
<td>(210)</td>
<td>(115)</td>
<td>(206)</td>
<td>(176)</td>
<td>(209)</td>
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<tr>
<td>Teb adjustment</td>
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</tr>
<tr>
<td>Average balances</td>
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<td></td>
</tr>
<tr>
<td>Total assets</td>
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<td>(15,000)</td>
<td>(13,900)</td>
<td>(12,600)</td>
<td>(8,400)</td>
<td>(500)</td>
<td>(600)</td>
<td>(2,100)</td>
<td>(3,000)</td>
<td>(14,400)</td>
<td>(4,500)</td>
<td>(8,800)</td>
<td>(3,100)</td>
<td>(6,500)</td>
</tr>
<tr>
<td>Attributed capital</td>
<td>4,900</td>
<td>4,850</td>
<td>4,600</td>
<td>2,550</td>
<td>1,000</td>
<td>300</td>
<td>1,050</td>
<td>2,200</td>
<td>3,900</td>
<td>4,900</td>
<td>650</td>
<td>2,150</td>
<td>3,000</td>
<td>2,800</td>
</tr>
<tr>
<td>Other earnings measures</td>
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<td></td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net (loss) income</td>
<td>(79)</td>
<td>(131)</td>
<td>(181)</td>
<td>(90)</td>
<td>(164)</td>
<td>(49)</td>
<td>(109)</td>
<td>(23)</td>
<td>(13)</td>
<td>(210)</td>
<td>(115)</td>
<td>(206)</td>
<td>(178)</td>
<td>209</td>
</tr>
<tr>
<td>After-tax effect of amortization of other intangibles</td>
<td>(2)</td>
<td>1</td>
<td>1</td>
<td>(1)</td>
<td>-</td>
<td>(2)</td>
<td>2</td>
<td>(2)</td>
<td>1</td>
<td>(2)</td>
<td>(1)</td>
<td>-</td>
<td>-</td>
<td></td>
</tr>
<tr>
<td>Economic Profit</td>
<td>(216)</td>
<td>(269)</td>
<td>(339)</td>
<td>(19)</td>
<td>(259)</td>
<td>34</td>
<td>(128)</td>
<td>(76)</td>
<td>(109)</td>
<td>(485)</td>
<td>(175)</td>
<td>(533)</td>
<td>(460)</td>
<td>(63)</td>
</tr>
</tbody>
</table>

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 PCL primarily comprises the general provision, an adjustment related to PCL on securitized credit card loans managed by Canadian Banking. In Q4/09 and Q1/09, PCL also included an amount related to the reclassification of certain AFS securities to loans.
3 Excludes the amortization of computer software intangibles.
### BALANCE SHEETS (C$ MM)

#### Period-end balances

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
<th>Q1/08</th>
<th>Q4/07</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash and due from banks</td>
<td>8,757</td>
<td>9,535</td>
<td>8,353</td>
<td>7,966</td>
<td>9,342</td>
<td>10,199</td>
<td>11,086</td>
<td>7,571</td>
<td>5,958</td>
<td>11,086</td>
<td>5,958</td>
</tr>
<tr>
<td>Interest-bearing deposits with banks</td>
<td>8,888</td>
<td>7,264</td>
<td>8,923</td>
<td>8,647</td>
<td>11,297</td>
<td>15,362</td>
<td>20,041</td>
<td>13,326</td>
<td>12,349</td>
<td>20,041</td>
<td>16,881</td>
</tr>
<tr>
<td>Trading</td>
<td>150,696</td>
<td>146,212</td>
<td>140,062</td>
<td>135,769</td>
<td>126,101</td>
<td>119,486</td>
<td>122,940</td>
<td>123,940</td>
<td>119,486</td>
<td>119,486</td>
<td>123,940</td>
</tr>
<tr>
<td>Available-for-sale</td>
<td>37,540</td>
<td>43.204</td>
<td>46,210</td>
<td>47,023</td>
<td>49,575</td>
<td>51,817</td>
<td>48,626</td>
<td>36,879</td>
<td>34,836</td>
<td>48,626</td>
<td>34,836</td>
</tr>
<tr>
<td>Total Securities</td>
<td>188,236</td>
<td>186,416</td>
<td>186,272</td>
<td>175,767</td>
<td>171,303</td>
<td>171,134</td>
<td>176,377</td>
<td>175,352</td>
<td>171,303</td>
<td>171,134</td>
<td>175,352</td>
</tr>
<tr>
<td>Assets purchased under reverse repurchase agreements and securities borrowed</td>
<td>52,804</td>
<td>49,585</td>
<td>41,580</td>
<td>43,652</td>
<td>42,290</td>
<td>40,930</td>
<td>44,818</td>
<td>56,207</td>
<td>61,561</td>
<td>48,418</td>
<td>64,313</td>
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<tr>
<td>Loans</td>
<td>213,241</td>
<td>208,282</td>
<td>205,224</td>
<td>198,999</td>
<td>193,195</td>
<td>192,988</td>
<td>195,455</td>
<td>190,669</td>
<td>181,802</td>
<td>195,455</td>
<td>190,669</td>
</tr>
<tr>
<td>Wholesale</td>
<td>72,940</td>
<td>76,221</td>
<td>78,927</td>
<td>81,140</td>
<td>86,713</td>
<td>94,265</td>
<td>96,300</td>
<td>81,803</td>
<td>77,822</td>
<td>96,300</td>
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<tr>
<td>Total loans</td>
<td>286,181</td>
<td>284,503</td>
<td>284,151</td>
<td>280,139</td>
<td>281,908</td>
<td>287,253</td>
<td>291,755</td>
<td>272,272</td>
<td>259,624</td>
<td>284,151</td>
<td>291,755</td>
</tr>
<tr>
<td>Allowance for loan losses</td>
<td>(3,112)</td>
<td>(3,180)</td>
<td>(3,188)</td>
<td>(2,987)</td>
<td>(2,949)</td>
<td>(2,652)</td>
<td>(2,215)</td>
<td>(1,859)</td>
<td>(1,730)</td>
<td>(3,188)</td>
<td>(2,215)</td>
</tr>
<tr>
<td>Total loans, net of allowance for loan losses</td>
<td>283,069</td>
<td>281,323</td>
<td>280,963</td>
<td>277,152</td>
<td>275,959</td>
<td>278,601</td>
<td>283,860</td>
<td>274,131</td>
<td>257,894</td>
<td>280,963</td>
<td>274,131</td>
</tr>
<tr>
<td>Derivatives</td>
<td>82,794</td>
<td>85,212</td>
<td>87,273</td>
<td>90,186</td>
<td>93,541</td>
<td>97,345</td>
<td>101,879</td>
<td>106,377</td>
<td>100,043</td>
<td>97,345</td>
<td>101,879</td>
</tr>
<tr>
<td>Premises and equipment, net</td>
<td>2,103</td>
<td>2,110</td>
<td>2,110</td>
<td>2,110</td>
<td>2,110</td>
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<td>2,110</td>
<td>2,110</td>
<td>2,110</td>
<td>2,110</td>
<td>2,110</td>
</tr>
<tr>
<td>Goodwill</td>
<td>18,879</td>
<td>19,212</td>
<td>19,548</td>
<td>19,880</td>
<td>20,212</td>
<td>20,548</td>
<td>20,880</td>
<td>21,212</td>
<td>21,548</td>
<td>20,212</td>
<td>20,548</td>
</tr>
<tr>
<td>Other intangibles</td>
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<td>1,192</td>
<td>1,248</td>
<td>1,304</td>
<td>1,360</td>
<td>1,416</td>
<td>1,472</td>
<td>1,528</td>
<td>1,584</td>
<td>1,640</td>
<td>1,696</td>
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<td>Other assets</td>
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<td>15,979</td>
<td>14,933</td>
<td>17,020</td>
<td>15,158</td>
<td>20,749</td>
<td>25,331</td>
<td>20,254</td>
<td>21,878</td>
<td>14,933</td>
<td>25,331</td>
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<tr>
<td>Total assets</td>
<td>655,136</td>
<td>659,499</td>
<td>654,989</td>
<td>660,133</td>
<td>655,912</td>
<td>680,514</td>
<td>713,367</td>
<td>672,859</td>
<td>636,792</td>
<td>655,912</td>
<td>672,859</td>
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#### LIABILITIES AND SHAREHOLDERS' EQUITY

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<tr>
<th>Deposits</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
<th>Q1/08</th>
<th>Q4/07</th>
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</thead>
<tbody>
<tr>
<td>Bank</td>
<td>17,249</td>
<td>17,399</td>
<td>25,204</td>
<td>31,957</td>
<td>25,771</td>
<td>28,587</td>
<td>29,545</td>
<td>27,507</td>
<td>24,166</td>
<td>25,204</td>
<td>24,166</td>
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<td>Total deposits</td>
<td>397,840</td>
<td>394,695</td>
<td>398,304</td>
<td>404,708</td>
<td>411,627</td>
<td>422,850</td>
<td>438,575</td>
<td>409,091</td>
<td>399,425</td>
<td>394,695</td>
<td>404,708</td>
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<tr>
<td>Acceptances</td>
<td>7,669</td>
<td>7,966</td>
<td>9,024</td>
<td>9,155</td>
<td>9,116</td>
<td>11,240</td>
<td>11,200</td>
<td>10,157</td>
<td>11,240</td>
<td>9,024</td>
<td>11,240</td>
</tr>
<tr>
<td>Total liabilities and shareholders' equity</td>
<td>655,136</td>
<td>659,499</td>
<td>654,989</td>
<td>660,133</td>
<td>655,912</td>
<td>680,514</td>
<td>713,367</td>
<td>672,859</td>
<td>636,792</td>
<td>655,912</td>
<td>672,859</td>
</tr>
</tbody>
</table>

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Reflects net of amounts securitized. Refer to the Securitization information on page 19.
3 Comparative information has been reclassified as a result of adopting CICA Handbook Section 3064.
### SELECTED AVERAGE BALANCE SHEET ITEMS

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<tr>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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</thead>
<tbody>
<tr>
<td>Securities</td>
<td>186,900</td>
<td>197,100</td>
<td>188,200</td>
<td>184,000</td>
<td>187,700</td>
<td>190,600</td>
<td>193,000</td>
<td>186,700</td>
</tr>
<tr>
<td>Assets purchased under reverse repurchase</td>
<td>51,700</td>
<td>44,600</td>
<td>43,800</td>
<td>42,200</td>
<td>45,000</td>
<td>46,900</td>
<td>57,500</td>
<td>66,700</td>
</tr>
<tr>
<td>Total loans</td>
<td>281,800</td>
<td>279,900</td>
<td>279,600</td>
<td>275,600</td>
<td>280,900</td>
<td>284,700</td>
<td>288,700</td>
<td>278,800</td>
</tr>
<tr>
<td>Total retail</td>
<td>218,400</td>
<td>213,900</td>
<td>211,000</td>
<td>203,500</td>
<td>199,500</td>
<td>199,100</td>
<td>193,800</td>
<td>184,800</td>
</tr>
<tr>
<td>Wholesale</td>
<td>66,200</td>
<td>69,200</td>
<td>71,600</td>
<td>84,100</td>
<td>88,000</td>
<td>87,000</td>
<td>80,100</td>
<td>80,100</td>
</tr>
<tr>
<td>Customers’ liability under acceptances</td>
<td>7,900</td>
<td>8,400</td>
<td>9,200</td>
<td>10,600</td>
<td>11,400</td>
<td>10,900</td>
<td>10,900</td>
<td>11,700</td>
</tr>
<tr>
<td>Average earning assets</td>
<td>528,500</td>
<td>526,400</td>
<td>520,100</td>
<td>519,900</td>
<td>525,100</td>
<td>535,600</td>
<td>545,100</td>
<td>528,000</td>
</tr>
<tr>
<td>Total assets</td>
<td>653,400</td>
<td>660,300</td>
<td>661,000</td>
<td>665,600</td>
<td>672,300</td>
<td>677,300</td>
<td>642,900</td>
<td>654,800</td>
</tr>
<tr>
<td>Deposits</td>
<td>397,500</td>
<td>401,900</td>
<td>403,400</td>
<td>406,500</td>
<td>431,500</td>
<td>433,700</td>
<td>411,800</td>
<td>409,500</td>
</tr>
<tr>
<td>Common equity</td>
<td>32,850</td>
<td>32,450</td>
<td>31,600</td>
<td>30,400</td>
<td>30,500</td>
<td>29,200</td>
<td>27,000</td>
<td>25,200</td>
</tr>
<tr>
<td>Total equity</td>
<td>37,700</td>
<td>37,100</td>
<td>36,300</td>
<td>35,100</td>
<td>34,900</td>
<td>32,100</td>
<td>29,000</td>
<td>27,700</td>
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</table>

### ASSETS UNDER ADMINISTRATION AND MANAGEMENT

<table>
<thead>
<tr>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Personal assets under administration - RBC</td>
<td>2,481,900</td>
<td>2,484,400</td>
<td>2,179,500</td>
<td>2,131,400</td>
<td>2,585,000</td>
<td>2,803,900</td>
<td>2,697,000</td>
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</tr>
<tr>
<td>Personal retail mutual funds</td>
<td>76,800</td>
<td>78,300</td>
<td>78,000</td>
<td>75,500</td>
<td>69,000</td>
<td>66,100</td>
<td>71,300</td>
<td>72,300</td>
</tr>
<tr>
<td>Personal</td>
<td>55,600</td>
<td>53,100</td>
<td>51,600</td>
<td>50,200</td>
<td>47,700</td>
<td>50,400</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal retail mutual funds</td>
<td>121,400</td>
<td>121,400</td>
<td>116,100</td>
<td>111,000</td>
<td>99,900</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total assets under management</td>
<td>253,800</td>
<td>251,300</td>
<td>249,700</td>
<td>243,700</td>
<td>235,400</td>
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### STATEMENTS OF COMPREHENSIVE INCOME

<table>
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<tr>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/09</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income (loss)</td>
<td>1,329</td>
<td>1,497</td>
<td>1,237</td>
<td>1,561</td>
<td>(50)</td>
<td>1,110</td>
<td>1,120</td>
<td>1,262</td>
</tr>
<tr>
<td>Other comprehensive income, net of taxes</td>
<td>2,826</td>
<td>1,060</td>
<td>3,858</td>
<td>4,555</td>
<td>5,492</td>
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<td></td>
<td></td>
</tr>
<tr>
<td>Net unrealized gains (losses) on available-for-sale securities</td>
<td>168</td>
<td>8</td>
<td>309</td>
<td>603</td>
<td>133</td>
<td>(383)</td>
<td>(923)</td>
<td>(248)</td>
</tr>
<tr>
<td>Reclassification of (gains) losses on available-for-sale securities to income</td>
<td>176</td>
<td>250</td>
<td>662</td>
<td>(1,376)</td>
<td>(93)</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net change in unrealized gains (losses) on available-for-sale securities</td>
<td>(135)</td>
<td>(46)</td>
<td>134</td>
<td>74</td>
<td>52</td>
<td>70</td>
<td>252</td>
<td>59</td>
</tr>
<tr>
<td>Net foreign currency translation (losses) gains</td>
<td>1,338</td>
<td>385</td>
<td>1,929</td>
<td>613</td>
<td>19</td>
<td>(1,678)</td>
<td>(252)</td>
<td>(46)</td>
</tr>
<tr>
<td>Foreign currency translation adjustments</td>
<td>1,723</td>
<td>594</td>
<td>2,399</td>
<td>(2,672)</td>
<td>1,804</td>
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</tr>
<tr>
<td>Net gains (losses) on derivatives designated as cash flow hedges</td>
<td>(31)</td>
<td>17</td>
<td>(13)</td>
<td>(13)</td>
<td>(11)</td>
<td>36</td>
<td>27</td>
<td>16</td>
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<tr>
<td>Net change in cash flow hedges</td>
<td>(12)</td>
<td>35</td>
<td>156</td>
<td>(603)</td>
<td>80</td>
<td></td>
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<tr>
<td>Other comprehensive (loss) income</td>
<td>(21)</td>
<td>23</td>
<td>118</td>
<td>(554)</td>
<td>111</td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>

1 Calculated using methods intended to approximate the average of the daily balances for the period, as applicable.
2 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
3 Average total loans are reported net of allowance for loan losses. Average retail and wholesale balances are reported on a gross basis (before deducting allowance for loan losses).
4 AUA - RBC and AUM - RBC include RBTT balances reported on a one-month lag.
5 AUA - RBC Dexia IS represents the total AUA of the joint venture, of which we have a 50% ownership interest, reported on a one month lag.
## STATEMENTS OF CHANGES IN SHAREHOLDERS' EQUITY
(C$ MM)

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<tbody>
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<td><strong>Preferred shares</strong></td>
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<td></td>
<td></td>
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<td></td>
<td></td>
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<tr>
<td>Balance at beginning of period</td>
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<td>4,813</td>
<td>4,813</td>
<td>3,813</td>
<td>2,663</td>
<td>2,263</td>
<td>2,263</td>
<td>2,050</td>
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<td>Issued</td>
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<td>-</td>
<td>-</td>
<td>-</td>
<td>1,000</td>
<td>1,150</td>
<td>400</td>
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<tr>
<td>Redeemed for cancellation</td>
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<td>-</td>
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<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance at end of period</td>
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<td>4,813</td>
<td>4,813</td>
<td>3,813</td>
<td>2,663</td>
<td>2,263</td>
<td>2,263</td>
<td>2,050</td>
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</tr>
<tr>
<td><strong>Common shares</strong></td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Balance at beginning of period</td>
<td>13,267</td>
<td>13,075</td>
<td>12,864</td>
<td>12,730</td>
<td>12,694</td>
<td>10,384</td>
<td>10,308</td>
<td>8,184</td>
<td>7,328</td>
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<td>Issued</td>
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<td>192</td>
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<td>134</td>
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<td>231</td>
<td>76</td>
<td>2,124</td>
<td>856</td>
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<tr>
<td>Purchased for cancellation</td>
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<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Balance at end of period</td>
<td>13,331</td>
<td>13,267</td>
<td>13,075</td>
<td>12,864</td>
<td>12,730</td>
<td>10,384</td>
<td>10,308</td>
<td>8,184</td>
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</tr>
<tr>
<td><strong>Contributed surplus</strong></td>
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<tr>
<td>Balance at beginning of period</td>
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<td>246</td>
<td>238</td>
<td>239</td>
<td>242</td>
<td>242</td>
<td>242</td>
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</tr>
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<td>(2)</td>
<td>(3)</td>
<td>-</td>
<td>(3)</td>
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<td>(16)</td>
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<td>10</td>
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<td>-</td>
<td>8</td>
<td>(5)</td>
<td>(4)</td>
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<tr>
<td>Balance at end of period</td>
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<td>233</td>
<td>246</td>
<td>238</td>
<td>239</td>
<td>242</td>
<td>242</td>
<td>251</td>
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<tr>
<td><strong>Treasury shares - preferred</strong></td>
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<td></td>
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</tr>
<tr>
<td>Balance at beginning of period</td>
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<td>(2)</td>
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<td>(2)</td>
<td>(2)</td>
<td>(2)</td>
<td>(2)</td>
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<td>(7)</td>
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<td>(95)</td>
<td>(97)</td>
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<td>(88)</td>
<td>(104)</td>
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<tr>
<td>Balance at beginning of period</td>
<td>21,307</td>
<td>20,585</td>
<td>20,120</td>
<td>19,352</td>
<td>20,183</td>
<td>19,816</td>
<td>19,397</td>
<td>18,831</td>
<td>18,578</td>
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<td>Net income (loss)</td>
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<td>1,237</td>
<td>1,561</td>
<td>(50)</td>
<td>1,110</td>
<td>1,120</td>
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<td>(64)</td>
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<td>Issuance costs and other</td>
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<td>(5)</td>
<td>-</td>
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<tr>
<td>Balance at end of period</td>
<td>21,860</td>
<td>21,307</td>
<td>20,585</td>
<td>20,120</td>
<td>19,352</td>
<td>20,183</td>
<td>19,816</td>
<td>19,397</td>
<td>18,831</td>
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<tr>
<td><strong>Accumulated other comprehensive income (loss)</strong></td>
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<td></td>
<td></td>
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<tr>
<td>Transition adjustment - Financial instruments</td>
<td>59</td>
<td>59</td>
<td>59</td>
<td>59</td>
<td>59</td>
<td>45</td>
<td>45</td>
<td>45</td>
<td>45</td>
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<tr>
<td>Unrealized gains and losses on available-for-sale securities</td>
<td>(81)</td>
<td>(114)</td>
<td>(76)</td>
<td>(519)</td>
<td>(1,196)</td>
<td>(1,381)</td>
<td>(1,068)</td>
<td>(397)</td>
<td>(248)</td>
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<tr>
<td>Unrealized foreign currency translation gains and losses, net of hedging activities</td>
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<td>(1,450)</td>
<td>(1,374)</td>
<td>(1,353)</td>
<td>(839)</td>
<td>(670)</td>
<td>(802)</td>
<td>(2,705)</td>
<td>(2,886)</td>
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<tr>
<td>Gains and losses on derivatives designated as cash flow hedges</td>
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<td>(386)</td>
<td>(325)</td>
<td>(317)</td>
<td>(420)</td>
<td>(485)</td>
<td>(443)</td>
<td>(354)</td>
<td>(370)</td>
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<td>Balance at end of period</td>
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<td>21,307</td>
<td>20,585</td>
<td>20,120</td>
<td>19,352</td>
<td>20,183</td>
<td>19,816</td>
<td>19,397</td>
<td>18,831</td>
</tr>
<tr>
<td><strong>Shareholders' equity at end of period</strong></td>
<td></td>
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<td></td>
<td></td>
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<tr>
<td>Balance at beginning of period</td>
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<td>37,634</td>
<td>36,906</td>
<td>35,807</td>
<td>34,658</td>
<td>34,365</td>
<td>30,638</td>
<td>28,610</td>
<td>25,868</td>
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</table>

1 Opening retained earnings as at November 1, 2006 has been restated.
2 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
3 The transition adjustment relates to the implementation of the financial instruments accounting standards on November 1, 2008 and November 1, 2008.

-18-
2nd Quarter 2010 - Supplementary Financial Information
ROYAL BANK OF CANADA
## SECURITIZATION (C$ MM)

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<tr>
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<tbody>
<tr>
<td><strong>Commercial mortgages</strong></td>
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<td></td>
<td></td>
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<td></td>
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<td></td>
<td></td>
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<tr>
<td>Opening balance</td>
<td>1,885</td>
<td>1,916</td>
<td>2,022</td>
<td>2,089</td>
<td>2,114</td>
<td>2,159</td>
<td>2,229</td>
<td>2,312</td>
<td>2,348</td>
<td></td>
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<td></td>
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<td></td>
<td></td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Amortization</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Closing balance</td>
<td>1,812</td>
<td>1,885</td>
<td>1,916</td>
<td>2,022</td>
<td>2,089</td>
<td>2,114</td>
<td>2,159</td>
<td>2,229</td>
<td>2,312</td>
<td></td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>

| **Commercial mortgages securitized and not administered by the bank** | | | | | | | | | | | | | | |
| Opening balance       | 1,069 | 1,105 | 1,113 | 1,218 | 1,262 | 1,243 | 1,041 | 1,041 |      |      |      |      |      |      |
| Securitized           |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Amortization          |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Closing balance       | 994   | 1,069 | 1,105 | 1,113 | 1,218 | 1,262 | 1,243 | 1,041 |      |      |      |      |      |      |

| **Bond participation certificates** | | | | | | | | | | | | | | |
| Opening balance       | 48    | 55    | 57    | 81    | 86    | 87    | 118   | 118   |      |      |      |      |      |      |
| Created               |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Sold                  |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Other                 |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Closing balance       | 41    | 48    | 55    | 57    | 81    | 86    | 87    | 118   |      |      |      |      |      |      |

| **U.S. Mortgage-backed securities** | | | | | | | | | | | | | | |
| Opening balance       | 545   | 429   | 323   | 337   | 354   | 308   | 262   | 237   | 528  |      |      |      |      |      |
| Sold                  | 42    | 136   | 116   | 40    | 19    | 54    | 5     | 26    | 154  |      |      |      |      |      |
| Servicing rights sold |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Amortization          |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Other                 |        |        |        |       |       |       |       |       |      |      |      |      |      |      |
| Closing balance       | 545   | 482   | 323   | 337   | 354   | 308   | 262   | 237   | 528  |      |      |      |      |      |

| **Impact of securitizations on net income before income taxes** | | | | | | | | | | | | | | |
| Net interest income   | (206) | (245) | (170) | (188) | (152) | (113) | (113) | (120) | (115) | (451) | (265) | (623) | (447) | (389) |
| Non-interest income   | 119   | 142   | 174   | 198   | 471   | 310   | 92    | 95    | 135  | 261   | 781   | 1,153 | 409   | 265   |
| Provision for credit losses | 34   | 34    | 37    | 38    | 35    | 30    | 27    | 28    | 24   | 66    | 65    | 140   | 99    | 87    |
| Net income            | (55)  | (69)  | 41    | 48    | 234   | 227   | 6     | 3     | 44   | (124) | (581) | 670   | 61    | (37)  |

1 The amounts include assets that we have securitized but continue to service.
2 Opening balance in Q3/08 relates to securitization activities prior to the acquisition of RBTT.
3 Other primarily relates to foreign exchange translation gains and losses.
4 Mortgage-backed securities - retained are reported as securities on the Balance Sheet.
5 Prior to Q1/08, the impact was nominal.

---

1 The amounts include assets that we have securitized but continue to service.
2 Opening balance in Q3/08 relates to securitization activities prior to the acquisition of RBTT.
3 Other primarily relates to foreign exchange translation gains and losses.
4 Mortgage-backed securities - retained are reported as securities on the Balance Sheet.
5 Excludes the impact of liquidity, credit and administration fees earned on the securitization of client or third-party assets that are recorded in securitization revenue. Commencing Q1/08, non-interest income includes the impact of hedging activities on securitization.

Prior to Q1/08, the impact was nominal.
**Tier 1 regulatory capital**

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<td>12,959</td>
<td>12,746</td>
<td>12,636</td>
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<td>10,197</td>
<td>8,071</td>
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<td>233</td>
<td>246</td>
<td>238</td>
<td>239</td>
<td>242</td>
<td>242</td>
<td>251</td>
<td>245</td>
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<td>Retained earnings</td>
<td>21,860</td>
<td>21,307</td>
<td>20,585</td>
<td>20,120</td>
<td>19,352</td>
<td>20,183</td>
<td>19,816</td>
<td>18,831</td>
<td>20,585</td>
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<td>Net after tax fair value losses arising from changes in institutions' own credit risk</td>
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<td>(10)</td>
<td>(9)</td>
<td>(48)</td>
<td>(136)</td>
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<td>(1,450)</td>
<td>(1,374)</td>
<td>(1,353)</td>
<td>(839)</td>
<td>(670)</td>
<td>(380)</td>
<td>(112)</td>
<td>(70)</td>
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<td>3,811</td>
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<td>(1,450)</td>
<td>(1,374)</td>
<td>(1,353)</td>
<td>(839)</td>
<td>(670)</td>
<td>(380)</td>
<td>(112)</td>
<td>(70)</td>
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<td>354</td>
<td>353</td>
<td>353</td>
<td>356</td>
<td>357</td>
<td>357</td>
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<td>148</td>
<td>152</td>
<td>144</td>
<td>146</td>
<td>37</td>
<td>10</td>
<td>148</td>
<td>37</td>
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<td>(1,172)</td>
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<td>31,422</td>
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<td>28,998</td>
<td>25,031</td>
<td>24,008</td>
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**Tier 2 regulatory capital**

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<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<td>877</td>
<td>878</td>
<td>880</td>
<td>927</td>
<td>936</td>
<td>900</td>
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<td>843</td>
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<td>7,074</td>
<td>6,102</td>
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<td>425</td>
<td>410</td>
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<td>149</td>
<td>147</td>
<td>153</td>
<td>144</td>
<td>146</td>
<td>277</td>
<td>269</td>
<td>282</td>
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<tr>
<td>Investment in insurance subsidiaries</td>
<td>(3,626)</td>
<td>(3,660)</td>
<td>(3,628)</td>
<td>(3,471)</td>
<td>(3,326)</td>
<td>(3,134)</td>
<td>(3,198)</td>
<td>(3,043)</td>
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<td>(1,150)</td>
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<td>(321)</td>
<td>(305)</td>
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<td>(230)</td>
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<td>5,211</td>
<td>5,679</td>
<td>5,757</td>
<td>4,882</td>
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**Total regulatory capital**

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<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<td>12.9%</td>
<td>11.4%</td>
<td>10.6%</td>
<td>9.0%</td>
<td>9.4%</td>
<td>9.5%</td>
</tr>
<tr>
<td>Total capital ratio</td>
<td>14.4%</td>
<td>13.6%</td>
<td>14.2%</td>
<td>14.4%</td>
<td>13.3%</td>
<td>12.5%</td>
<td>11.0%</td>
<td>11.6%</td>
<td>11.4%</td>
</tr>
<tr>
<td>Tier 1 common ratio</td>
<td>9.7%</td>
<td>9.1%</td>
<td>9.2%</td>
<td>9.1%</td>
<td>7.9%</td>
<td>7.6%</td>
<td>6.5%</td>
<td>6.9%</td>
<td>7.0%</td>
</tr>
</tbody>
</table>

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. As defined in the guidelines issued by OSFI. Basel I and Basel II calculations are not directly comparable.
3. As prescribed by OSFI, certain components of Accumulated other comprehensive income are included in the determination of regulatory capital. Accumulated net foreign currency translation adjustments are included in Tier 1 capital.
4. Net unrealized fair value losses on available-for-sale equities are deducted in the determination of Tier 1 capital while net unrealized fair value gains on available-for-sale equities are included in Tier 2A capital.
6. Under Basel II, substantial investment deductions are made 50% from each of Tier I and Tier 2 capital. There was a transitional provision until October 31, 2008, to deduct substantial investments held prior to December 31, 2006 in full from Tier 2 capital. Under Basel I, these investments were deducted from Total capital.
7. Securitization deduction from Tier 1 capital consists of Seller's interest in residential mortgages of $29 million and credit cards of $28 million, and securitizations rated below BB- of $862 million and unrated positions of $93 million.
8. Securitization deduction from Tier 2 capital consists of Seller's interest in residential mortgages of $29 million and credit cards of $8 million, and securitizations rated below BB- of $862 million and unrated positions of $94 million.
9. Effective Q2/08, OSFI amended the treatment of the general allowance in the calculation of Basel II Asset-to-capital multiple. Comparative ratios have not been revised.
### Tier 1 regulatory capital

<table>
<thead>
<tr>
<th>Period/Item</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Common shares</td>
<td>13,245</td>
<td>13,159</td>
<td>12,959</td>
<td>12,746</td>
<td>12,636</td>
<td>12,597</td>
<td>10,266</td>
<td>10,197</td>
<td>8,071</td>
</tr>
<tr>
<td>Contributed surplus</td>
<td>228</td>
<td>233</td>
<td>246</td>
<td>238</td>
<td>239</td>
<td>242</td>
<td>242</td>
<td>251</td>
<td>245</td>
</tr>
<tr>
<td>Retained earnings</td>
<td>21,860</td>
<td>21,307</td>
<td>20,585</td>
<td>20,120</td>
<td>19,352</td>
<td>20,183</td>
<td>19,816</td>
<td>19,397</td>
<td>18,831</td>
</tr>
<tr>
<td>Net after-tax fair value losses arising from changes in institutions' own credit risk</td>
<td>(21)</td>
<td>(10)</td>
<td>(9)</td>
<td>(48)</td>
<td>(136)</td>
<td>(361)</td>
<td>(194)</td>
<td>(184)</td>
<td></td>
</tr>
<tr>
<td>Foreign currency translation adjustments</td>
<td>(1,715)</td>
<td>(1,450)</td>
<td>(1,374)</td>
<td>(1,353)</td>
<td>(839)</td>
<td>(670)</td>
<td>(802)</td>
<td>(2,705)</td>
<td>(2,885)</td>
</tr>
<tr>
<td>Net after-tax unrealized loss on available-for-sale equity securities</td>
<td>(15)</td>
<td>(4)</td>
<td>(68)</td>
<td>(189)</td>
<td>(483)</td>
<td>(670)</td>
<td>(380)</td>
<td>(112)</td>
<td>(70)</td>
</tr>
<tr>
<td>Non-cumulative preferred shares</td>
<td>4,811</td>
<td>4,812</td>
<td>4,811</td>
<td>4,812</td>
<td>4,811</td>
<td>3,811</td>
<td>2,657</td>
<td>2,552</td>
<td>2,555</td>
</tr>
<tr>
<td>Innovative Capital Instruments</td>
<td>3,999</td>
<td>3,983</td>
<td>3,991</td>
<td>4,113</td>
<td>4,139</td>
<td>4,141</td>
<td>3,857</td>
<td>3,684</td>
<td>3,604</td>
</tr>
<tr>
<td>Other non-controlling interests in subsidiaries</td>
<td>353</td>
<td>354</td>
<td>353</td>
<td>353</td>
<td>356</td>
<td>357</td>
<td>357</td>
<td>351</td>
<td>27</td>
</tr>
<tr>
<td>Goodwill</td>
<td>(8,021)</td>
<td>(8,279)</td>
<td>(8,366)</td>
<td>(8,313)</td>
<td>(9,819)</td>
<td>(9,948)</td>
<td>(9,977)</td>
<td>(8,859)</td>
<td>(8,164)</td>
</tr>
<tr>
<td>Total Tier 1 capital</td>
<td>34,724</td>
<td>34,105</td>
<td>33,126</td>
<td>32,479</td>
<td>31,256</td>
<td>29,682</td>
<td>25,720</td>
<td>24,562</td>
<td>24,030</td>
</tr>
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</table>

### Tier 2 regulatory capital

<table>
<thead>
<tr>
<th>Period/Item</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Permanent subordinated debentures</td>
<td>849</td>
<td>877</td>
<td>878</td>
<td>880</td>
<td>927</td>
<td>936</td>
<td>900</td>
<td>844</td>
<td>843</td>
</tr>
<tr>
<td>Non-permanent subordinated debentures</td>
<td>4,924</td>
<td>4,979</td>
<td>5,583</td>
<td>5,606</td>
<td>6,702</td>
<td>6,695</td>
<td>7,223</td>
<td>7,074</td>
<td>7,042</td>
</tr>
<tr>
<td>Innovative Capital Instruments (excess over 15% of Tier 1)</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
</tr>
<tr>
<td>Excess of non-cumulative preferred shares</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
<td>-800</td>
</tr>
<tr>
<td>Trust subordinated notes</td>
<td>1,027</td>
<td>1,007</td>
<td>1,027</td>
<td>1,027</td>
<td>1,027</td>
<td>1,027</td>
<td>1,027</td>
<td>1,027</td>
<td>1,027</td>
</tr>
<tr>
<td>General allowance</td>
<td>1,982</td>
<td>2,017</td>
<td>2,023</td>
<td>1,867</td>
<td>1,894</td>
<td>1,688</td>
<td>1,532</td>
<td>1,337</td>
<td>1,300</td>
</tr>
<tr>
<td>Net unrealized gain on available-for-sale equity securities</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
</tr>
<tr>
<td>Other</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
<td>-200</td>
</tr>
<tr>
<td>Total Tier 2 capital</td>
<td>8,782</td>
<td>8,870</td>
<td>9,501</td>
<td>9,380</td>
<td>10,550</td>
<td>10,346</td>
<td>10,824</td>
<td>10,312</td>
<td>9,447</td>
</tr>
</tbody>
</table>

### Total regulatory capital

<table>
<thead>
<tr>
<th>Period/Item</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Tier 1 and Tier 2 capital</td>
<td>43,506</td>
<td>42,975</td>
<td>42,627</td>
<td>41,859</td>
<td>41,806</td>
<td>40,028</td>
<td>36,544</td>
<td>34,874</td>
<td>33,477</td>
</tr>
<tr>
<td>First-loss facility</td>
<td>(955)</td>
<td>(1,328)</td>
<td>(1,318)</td>
<td>(1,144)</td>
<td>(1,286)</td>
<td>(273)</td>
<td>(228)</td>
<td>(217)</td>
<td>(196)</td>
</tr>
<tr>
<td>Total regulatory capital</td>
<td>38,534</td>
<td>37,588</td>
<td>36,881</td>
<td>36,881</td>
<td>36,062</td>
<td>32,720</td>
<td>31,270</td>
<td>29,931</td>
<td>28,451</td>
</tr>
</tbody>
</table>

### Capital measures

<table>
<thead>
<tr>
<th>Period/Item</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tier 1 capital ratio</td>
<td>11.9%</td>
<td>11.5%</td>
<td>11.3%</td>
<td>11.1%</td>
<td>10.4%</td>
<td>9.6%</td>
<td>8.3%</td>
<td>8.7%</td>
<td>8.8%</td>
</tr>
<tr>
<td>Total capital ratio</td>
<td>13.2%</td>
<td>12.6%</td>
<td>12.7%</td>
<td>12.7%</td>
<td>11.7%</td>
<td>10.5%</td>
<td>10.0%</td>
<td>10.9%</td>
<td>11.5%</td>
</tr>
<tr>
<td>Assets-to-capital multiple</td>
<td>15.6X</td>
<td>16.0X</td>
<td>15.9X</td>
<td>16.2X</td>
<td>16.4X</td>
<td>17.4X</td>
<td>20.0X</td>
<td>19.4X</td>
<td>19.9X</td>
</tr>
</tbody>
</table>

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 As defined in the guidelines issued by OSFI. Basel I and Basel II calculations are not directly comparable.
3 Basel II goodwill deduction reflects total consolidated goodwill. Basel I goodwill deduction reflects consolidated goodwill net of insurance goodwill.
4 Subordinated debentures that are within five years of maturity are subject to straight-line amortization to zero during their remaining term and, accordingly, are included at their amortized value.
5 As prescribed by OSFI, certain components of Accumulated other comprehensive income are included in the determination of regulatory capital. Accumulated net foreign currency translation adjustments are included in Tier 1 capital.
6 Net unrealized fair value losses on available-for-sale equities are deducted in the determination of Tier 1 capital while net unrealized fair value gains on available-for-sale equities are included in Tier 2A capital.
### Risk-Adjusted Assets - Basel II

<table>
<thead>
<tr>
<th>Risk-adjusted assets</th>
<th>Average of risk weights</th>
<th>Standardized approach</th>
<th>Advanced approach</th>
<th>Other</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Q2/10</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>109,683</td>
<td>7%</td>
<td>1,553</td>
<td>5,938</td>
<td>7,491</td>
<td>7,556</td>
</tr>
<tr>
<td>185,876</td>
<td>22%</td>
<td>7,512</td>
<td>32,895</td>
<td>40,407</td>
<td>39,521</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>28,537</td>
<td>5%</td>
<td>2,420</td>
<td>9,298</td>
<td>11,718</td>
<td>12,275</td>
</tr>
<tr>
<td>50,862</td>
<td>9%</td>
<td>2,565</td>
<td>12,808</td>
<td>15,373</td>
<td>15,938</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Bank</td>
<td>39,688</td>
<td>1,477</td>
<td>1,065</td>
<td>2,542</td>
<td>2,725</td>
</tr>
<tr>
<td>Total</td>
<td>465,848</td>
<td>39,331</td>
<td>92,156</td>
<td>-</td>
<td>131,487</td>
</tr>
<tr>
<td>Trading-related</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Repo-style transactions</td>
<td>136,218</td>
<td>388</td>
<td>1,636</td>
<td>1,356</td>
<td>1,156</td>
</tr>
<tr>
<td>Over-the-counter derivatives</td>
<td>50,262</td>
<td>2,365</td>
<td>15,459</td>
<td>17,824</td>
<td>18,638</td>
</tr>
<tr>
<td>Total</td>
<td>186,480</td>
<td>2,753</td>
<td>16,436</td>
<td>-</td>
<td>19,189</td>
</tr>
<tr>
<td>Total lending-related and trading-related</td>
<td>682,328</td>
<td>42,084</td>
<td>108,592</td>
<td>-</td>
<td>150,676</td>
</tr>
<tr>
<td>Bank equity scaling factor</td>
<td>1,634</td>
<td>1,432</td>
<td>1,432</td>
<td>1,432</td>
<td>1,618</td>
</tr>
<tr>
<td>Securitization exposures</td>
<td>44,170</td>
<td>520</td>
<td>5,720</td>
<td>6,240</td>
<td>8,210</td>
</tr>
<tr>
<td>Regulatory scaling factor</td>
<td>n.a.</td>
<td>n.a.</td>
<td>6,945</td>
<td>6,945</td>
<td>7,086</td>
</tr>
<tr>
<td>Other assets</td>
<td>37,299</td>
<td>23,708</td>
<td>23,708</td>
<td>23,708</td>
<td>24,108</td>
</tr>
<tr>
<td>Total</td>
<td>765,431</td>
<td>22,604</td>
<td>122,689</td>
<td>23,758</td>
<td>189,001</td>
</tr>
<tr>
<td>Market risk</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Interest rate</td>
<td>3,575</td>
<td>2,672</td>
<td>6,247</td>
<td>7,807</td>
<td>8,136</td>
</tr>
<tr>
<td>Equity</td>
<td>240</td>
<td>1,442</td>
<td>1,682</td>
<td>2,228</td>
<td>2,472</td>
</tr>
<tr>
<td>Foreign exchange</td>
<td>795</td>
<td>44</td>
<td>839</td>
<td>810</td>
<td>917</td>
</tr>
<tr>
<td>Commodities</td>
<td>664</td>
<td>31</td>
<td>695</td>
<td>625</td>
<td>753</td>
</tr>
<tr>
<td>Specific risk</td>
<td>7,215</td>
<td>5,877</td>
<td>13,092</td>
<td>14,666</td>
<td>15,532</td>
</tr>
<tr>
<td>Total market risk</td>
<td>12,489</td>
<td>10,066</td>
<td>-</td>
<td>26,136</td>
<td>26,350</td>
</tr>
<tr>
<td>Operational risk</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>765,431</td>
<td>92,806</td>
<td>122,755</td>
<td>23,758</td>
<td>249,269</td>
</tr>
<tr>
<td>Total risk-adjusted assets</td>
<td>765,431</td>
<td>92,806</td>
<td>122,755</td>
<td>23,758</td>
<td>249,269</td>
</tr>
</tbody>
</table>

1. Calculated using guidelines issued by OSFI under the new BASEL II framework. For further details, refer to pages 48 to 52 of the Risk management section in our 2009 Annual Report.
2. Total exposure represents exposure at default which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances or partial write-offs and does not reflect the impact of credit risk mitigation and collateral held.
3. Represents the average of counterparty risk weights within a particular category.
4. For credit risk, portfolios using the Standardized and Advanced Internal Ratings Based (AIRB) Approach represents 23% and 65%, respectively, of RAA. The remaining 12% represents Balance Sheet assets not included in Standardized or AIRB Approaches.
5. The minimum capital requirements for each category can be calculated by multiplying the total RAA by 8%.
6. For credit risk, a majority of our portfolios use the AIRB Approach and the remainder use the Standardized Approach.
7. The amount of available-for-sale securities held in the banking book that were "grandfathered" under Basel II, and thus subject to a 100% risk-weighting until the end of 2017, was $130 million for Q2/10.
8. The scaling factor represents a calibration adjustment of 6% as prescribed by OSFI under the Basel II framework and is applied to RAA amounts for credit risk assessed under the AIRB Approach.
9. For market risk RAA measurement, we use an internal models approach where we have obtained regulatory approval, and a standardized approach for products yet to be approved.
10. n.a. not applicable.

### Credit Risk

- **Lending-related and other**
  - Residential mortgages: 109,683, 7%, 1,553, 5,938, 7,491
  - Other retail (Personal, Credit cards and Small business treated as retail): 185,876, 22%, 7,512, 32,895, 40,407
  - Business (Corporate, Commercial, Medium-sized enterprises and Non-bank financial institutions): 120,324, 59%, 28,470, 50,018, 76,488
  - Sovereign (Government): 28,537, 9%, 319, 2,240, 2,559
  - Bank: 39,688, 6%, 1,477, 1,065, 2,542

- **Total lending-related and other**: 465,848, 27%, 39,331, 92,156, 131,487

- **Total credit risk**: 765,431, 25%, 42,604, 122,689, 23,758, 189,001

---

**Calculated using guidelines issued by OSFI under the new BASEL II framework.**

**Total exposure represents exposure at default which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances or partial write-offs and does not reflect the impact of credit risk mitigation and collateral held.**

**For credit risk, portfolios using the Standardized and Advanced Internal Ratings Based (AIRB) Approach represents 23% and 65%, respectively, of RAA. The remaining 12% represents Balance Sheet assets not included in Standardized or AIRB Approaches.**

**The minimum capital requirements for each category can be calculated by multiplying the total RAA by 8%.**
<table>
<thead>
<tr>
<th>Risk-Adjusted Assets - Basel I (CS MM)</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>On-balance sheet assets</strong>&lt;sup&gt;4&lt;/sup&gt;</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash resources</td>
<td>17,643</td>
<td>2,952</td>
<td>2,506</td>
<td>2,755</td>
<td>2,922</td>
<td>3,262</td>
<td>4,533</td>
<td>6,093</td>
<td>4,078</td>
</tr>
<tr>
<td>Securities</td>
<td>197,871</td>
<td>13,110</td>
<td>13,928</td>
<td>15,858</td>
<td>15,975</td>
<td>15,904</td>
<td>14,894</td>
<td>13,351</td>
<td>11,970</td>
</tr>
<tr>
<td>Residential mortgages&lt;sup&gt;4&lt;/sup&gt;</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<td></td>
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<tr>
<td>Insured</td>
<td>28,429</td>
<td>309</td>
<td>320</td>
<td>330</td>
<td>392</td>
<td>416</td>
<td>438</td>
<td>992</td>
<td>614</td>
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<tr>
<td>Conventional</td>
<td>96,813</td>
<td>50,941</td>
<td>48,884</td>
<td>47,847</td>
<td>46,516</td>
<td>44,917</td>
<td>42,209</td>
<td>41,172</td>
<td>37,942</td>
</tr>
<tr>
<td>Other loans and acceptances&lt;sup&gt;4&lt;/sup&gt;</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Issued or guaranteed by Canadian or other OECD&lt;sup&gt;5&lt;/sup&gt; governments</td>
<td>28,554</td>
<td>3,380</td>
<td>2,999</td>
<td>3,564</td>
<td>4,695</td>
<td>3,650</td>
<td>4,530</td>
<td>5,190</td>
<td>6,317</td>
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<tr>
<td>Other</td>
<td>189,713</td>
<td>137,043</td>
<td>139,661</td>
<td>138,136</td>
<td>136,205</td>
<td>144,149</td>
<td>145,613</td>
<td>145,517</td>
<td>132,051</td>
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<tr>
<td>Other assets</td>
<td>105,754</td>
<td>14,555</td>
<td>15,019</td>
<td>14,300</td>
<td>15,921</td>
<td>15,278</td>
<td>18,169</td>
<td>18,530</td>
<td>13,008</td>
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<tr>
<td>Total</td>
<td>654,777</td>
<td>221,410</td>
<td>222,345</td>
<td>220,860</td>
<td>222,467</td>
<td>227,623</td>
<td>231,074</td>
<td>231,834</td>
<td>211,589</td>
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<tr>
<td><strong>Off-balance sheet credit instruments</strong></td>
<td></td>
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<td></td>
<td></td>
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<td></td>
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<tr>
<td>Guarantees and standby letters of credit</td>
<td>21,436</td>
<td>11,819</td>
<td>12,949</td>
<td>12,652</td>
<td>13,399</td>
<td>12,777</td>
<td>14,909</td>
<td>13,439</td>
<td>12,716</td>
</tr>
<tr>
<td>Documentary and commercial letters of credit</td>
<td>280</td>
<td>25</td>
<td>35</td>
<td>49</td>
<td>32</td>
<td>46</td>
<td>53</td>
<td>91</td>
<td>91</td>
</tr>
<tr>
<td>Securities lending</td>
<td>22,924</td>
<td>699</td>
<td>550</td>
<td>600</td>
<td>444</td>
<td>492</td>
<td>435</td>
<td>528</td>
<td>1,522</td>
</tr>
<tr>
<td>Commitments to extend credit</td>
<td>61,311</td>
<td>19,993</td>
<td>19,568</td>
<td>19,589</td>
<td>19,897</td>
<td>20,622</td>
<td>20,452</td>
<td>21,090</td>
<td>19,549</td>
</tr>
<tr>
<td>Uncommitted amounts</td>
<td>54,347</td>
<td>2,121</td>
<td>2,121</td>
<td>2,381</td>
<td>2,761</td>
<td>2,718</td>
<td>3,873</td>
<td>3,801</td>
<td>4,261</td>
</tr>
<tr>
<td>Liquidity facilities</td>
<td>18,487</td>
<td>2,121</td>
<td>2,121</td>
<td>2,381</td>
<td>2,761</td>
<td>2,718</td>
<td>3,873</td>
<td>3,801</td>
<td>4,261</td>
</tr>
<tr>
<td>Note issuances and revolving underwriting facilities</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total</td>
<td>178,765</td>
<td>34,657</td>
<td>35,483</td>
<td>35,637</td>
<td>36,707</td>
<td>37,796</td>
<td>39,643</td>
<td>39,371</td>
<td>37,930</td>
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<tr>
<td><strong>Derivative financial instruments</strong>&lt;sup&gt;6&lt;/sup&gt;</td>
<td></td>
<td></td>
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<td></td>
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<tr>
<td>Interest rate agreements</td>
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<td>4,293</td>
<td>4,537</td>
<td>4,488</td>
<td>4,535</td>
<td>5,334</td>
<td>5,027</td>
<td>5,286</td>
<td>2,466</td>
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<td>Foreign exchange rate contracts</td>
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<td>5,487</td>
<td>5,283</td>
<td>5,426</td>
<td>5,824</td>
<td>7,312</td>
<td>10,371</td>
<td>6,396</td>
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<td>Precious metals, commodities, equity-linked contracts and credit derivatives</td>
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<td>2,711</td>
<td>2,999</td>
<td>3,396</td>
<td>4,837</td>
<td>6,046</td>
<td>7,885</td>
<td>9,323</td>
<td>7,561</td>
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<tr>
<td>Total</td>
<td>5,443,078</td>
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<td>13,023</td>
<td>13,140</td>
<td>14,798</td>
<td>17,204</td>
<td>20,224</td>
<td>22,980</td>
<td>16,423</td>
</tr>
<tr>
<td><strong>Market risk</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total specific and general market risk</td>
<td>1,815,491</td>
<td>22,694</td>
<td>26,353</td>
<td>23,703</td>
<td>17,442</td>
<td>19,362</td>
<td>18,085</td>
<td>16,985</td>
<td>17,137</td>
</tr>
<tr>
<td><strong>Total risk-adjusted assets</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

1. Calculated using guidelines issued by OSFI under the Basel I framework.
2. The amount of credit exposure attributable to an off-balance sheet financial instrument, derived from the notional value of exposure.
3. When calculating risk-adjusted assets, amortized costs rather than fair value balances are used for certain asset classes as prescribed by OSFI.
4. Amounts shown net of allowance for loan losses.
5. OECD stands for Organisation for Economic Co-operation and Development.
6. Excludes non-trading credit derivatives given guarantee treatment for credit risk capital purposes. Credit equivalent is net of collateral.
### Regulatory Capital Generation

#### Regulatory Capital Generation (CS MM)

<table>
<thead>
<tr>
<th>Regulatory capital generation</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Regulatory capital generation</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Internal capital generation ²</td>
<td>553</td>
<td>723</td>
<td>465</td>
<td>783</td>
<td>(809)</td>
<td>367</td>
<td>423</td>
<td>566</td>
<td>258</td>
</tr>
<tr>
<td>External capital generation:</td>
<td></td>
<td></td>
<td></td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Common shares</td>
<td>64</td>
<td>192</td>
<td>211</td>
<td>134</td>
<td>36</td>
<td>2,310</td>
<td>76</td>
<td>2,124</td>
<td>856</td>
</tr>
<tr>
<td>Contributed surplus</td>
<td>(5)</td>
<td>(13)</td>
<td>8</td>
<td>(1)</td>
<td>(3)</td>
<td>-</td>
<td>(9)</td>
<td>6</td>
<td>(22)</td>
</tr>
<tr>
<td>Premium paid on common shares repurchased</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Preferred shares</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Trust capital securities ³</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Treasury shares - common</td>
<td>21</td>
<td>8</td>
<td>3</td>
<td>(24)</td>
<td>2</td>
<td>21</td>
<td>(6)</td>
<td>1</td>
<td>33</td>
</tr>
<tr>
<td>Subordinated debentures</td>
<td>(168)</td>
<td>(517)</td>
<td>(26)</td>
<td>(1,172)</td>
<td>(134)</td>
<td>(363)</td>
<td>211</td>
<td>942</td>
<td>1,088</td>
</tr>
<tr>
<td>Trust subordinated notes</td>
<td>30</td>
<td>(20)</td>
<td>(10)</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net change in foreign currency translation adjustments, net of hedging activities</td>
<td>(265)</td>
<td>(76)</td>
<td>(22)</td>
<td>(513)</td>
<td>(169)</td>
<td>132</td>
<td>1,903</td>
<td>181</td>
<td>8</td>
</tr>
<tr>
<td>Net change in unrealized gains (losses) on available-for-sale equity securities</td>
<td>(11)</td>
<td>64</td>
<td>121</td>
<td>294</td>
<td>187</td>
<td>(260)</td>
<td>(268)</td>
<td>(43)</td>
<td>(22)</td>
</tr>
<tr>
<td>Other ⁴</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total regulatory capital generation</td>
<td>574</td>
<td>408</td>
<td>(83)</td>
<td>(423)</td>
<td>1,178</td>
<td>3,499</td>
<td>1,131</td>
<td>1,131</td>
<td>1,455</td>
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</table>

#### Basel II

<table>
<thead>
<tr>
<th>Regulatory capital generation</th>
<th>2010 6 months</th>
<th>2009 6 months</th>
<th>2008 6 months</th>
<th>2009 6 months</th>
<th>2008 6 months</th>
</tr>
</thead>
<tbody>
<tr>
<td>Regulatory capital generation</td>
<td>1,276</td>
<td>442</td>
<td>806</td>
<td>1,830</td>
<td>1,393</td>
</tr>
<tr>
<td>Internal capital generation ²</td>
<td>553</td>
<td>723</td>
<td>465</td>
<td>783</td>
<td>(809)</td>
</tr>
<tr>
<td>External capital generation:</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Common shares</td>
<td>64</td>
<td>192</td>
<td>211</td>
<td>134</td>
<td>36</td>
</tr>
<tr>
<td>Contributed surplus</td>
<td>(5)</td>
<td>(13)</td>
<td>8</td>
<td>(1)</td>
<td>(3)</td>
</tr>
<tr>
<td>Premium paid on common shares repurchased</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Preferred shares</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Trust capital securities ³</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Treasury shares - common</td>
<td>21</td>
<td>8</td>
<td>3</td>
<td>(24)</td>
<td>2</td>
</tr>
<tr>
<td>Subordinated debentures</td>
<td>(168)</td>
<td>(517)</td>
<td>(26)</td>
<td>(1,172)</td>
<td>(134)</td>
</tr>
<tr>
<td>Trust subordinated notes</td>
<td>30</td>
<td>(20)</td>
<td>(10)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Other comprehensive income</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net change in foreign currency translation adjustments, net of hedging activities</td>
<td>(265)</td>
<td>(76)</td>
<td>(22)</td>
<td>(513)</td>
<td>(169)</td>
</tr>
<tr>
<td>Net change in unrealized gains (losses) on available-for-sale equity securities</td>
<td>(11)</td>
<td>64</td>
<td>121</td>
<td>294</td>
<td>187</td>
</tr>
<tr>
<td>Other ⁴</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total regulatory capital generation</td>
<td>1,276</td>
<td>442</td>
<td>806</td>
<td>1,830</td>
<td>1,393</td>
</tr>
</tbody>
</table>

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Internal capital generation is net income available to common shareholders less common share dividends.
3. In Q2/08, we issued $500 million of RBC Trust Capital Securities (TruCS), of which $171 million was not initially recognized as regulatory capital due to OSFI constraints.
4. Includes changes to investments in insurance subsidiaries, regulatory capital deductions for goodwill, substantial investments, eligible general allowance, non-controlling interest in subsidiaries, securitization related amounts, treasury shares (other than common) and other adjustments to retained earnings.

---

2nd Quarter 2010 - Supplementary Financial Information

ROYAL BANK OF CANADA
**ECONOMIC CAPITAL**

<table>
<thead>
<tr>
<th>(C$ MM)</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Credit risk</td>
<td>10,100</td>
<td>9,350</td>
<td>9,650</td>
<td>10,150</td>
<td>10,500</td>
<td>10,100</td>
<td>8,800</td>
<td>8,350</td>
<td>7,850</td>
</tr>
<tr>
<td>Market risk (trading and non-trading)</td>
<td>2,800</td>
<td>3,050</td>
<td>3,200</td>
<td>2,250</td>
<td>2,550</td>
<td>2,800</td>
<td>2,000</td>
<td>1,850</td>
<td>1,750</td>
</tr>
<tr>
<td>Operational risk</td>
<td>3,600</td>
<td>3,500</td>
<td>3,450</td>
<td>3,800</td>
<td>3,450</td>
<td>3,400</td>
<td>3,100</td>
<td>3,050</td>
<td>2,400</td>
</tr>
<tr>
<td>Business and fixed assets risk</td>
<td>2,500</td>
<td>2,350</td>
<td>2,350</td>
<td>2,450</td>
<td>2,300</td>
<td>2,250</td>
<td>2,450</td>
<td>2,350</td>
<td>2,000</td>
</tr>
<tr>
<td>Insurance risk</td>
<td>19,450</td>
<td>18,450</td>
<td>17,900</td>
<td>18,800</td>
<td>18,950</td>
<td>18,700</td>
<td>16,500</td>
<td>15,750</td>
<td>14,150</td>
</tr>
<tr>
<td>Goodwill and intangibles</td>
<td>11,450</td>
<td>10,200</td>
<td>10,350</td>
<td>10,450</td>
<td>10,500</td>
<td>10,500</td>
<td>8,400</td>
<td>8,350</td>
<td>7,850</td>
</tr>
<tr>
<td>Economic capital</td>
<td>29,400</td>
<td>28,650</td>
<td>28,250</td>
<td>29,250</td>
<td>31,050</td>
<td>30,900</td>
<td>27,050</td>
<td>24,150</td>
<td>23,400</td>
</tr>
<tr>
<td>Under/(over) attribution of capital</td>
<td>3,450</td>
<td>3,800</td>
<td>3,350</td>
<td>3,150</td>
<td>(500)</td>
<td>(1,700)</td>
<td>(50)</td>
<td>1,100</td>
<td>2,800</td>
</tr>
<tr>
<td>Total average common equity</td>
<td>32,850</td>
<td>32,450</td>
<td>31,600</td>
<td>30,400</td>
<td>30,500</td>
<td>29,200</td>
<td>27,050</td>
<td>25,250</td>
<td>23,400</td>
</tr>
</tbody>
</table>

**CAPITAL RATIOS FOR SIGNIFICANT BANKING SUBSIDIARY**

<table>
<thead>
<tr>
<th>RBC Bank (USA)</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tier 1 capital ratio</td>
<td>13.2%</td>
<td>9.8%</td>
<td>9.9%</td>
<td>9.9%</td>
<td>9.3%</td>
<td>7.3%</td>
<td>8.2%</td>
<td>9.5%</td>
<td>9.8%</td>
</tr>
<tr>
<td>Total capital ratio</td>
<td>16.6%</td>
<td>13.1%</td>
<td>13.2%</td>
<td>13.1%</td>
<td>12.6%</td>
<td>10.6%</td>
<td>11.5%</td>
<td>12.6%</td>
<td>12.1%</td>
</tr>
</tbody>
</table>

1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Under/(over) attribution of capital is reported in Corporate Support.
3 Calculated using guidelines issued by the U.S. Federal Reserve Board under Basel I.
4 As RBC Bank (USA)’s fiscal year runs from January 1 to December 31, the ratios shown are reported on a one-month lag. Q2/10 ratios are as at March 31, 2010.
## SECURITIZATION SUBJECT TO EARLY AMORTIZATION

**SELLER'S INTEREST (C$ MM)**

<table>
<thead>
<tr>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Our financial assets Credit cards</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total drawn</td>
<td>3,305</td>
<td>2,706</td>
<td>2,445</td>
<td>2,559</td>
<td>2,656</td>
<td>2,709</td>
<td>2,854</td>
<td>2,587</td>
</tr>
<tr>
<td>Capital charges drawn</td>
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## OUR FINANCIAL ASSET SECURITIZATIONS (C$ MM)

### Outstanding securitized assets

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<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Credit cards</td>
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<tr>
<td>Total drawn</td>
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<td>3,470</td>
<td>3,870</td>
<td>3,870</td>
<td>3,953</td>
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<td>4,120</td>
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<tr>
<td>Commercial and residential mortgages</td>
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<tr>
<td>Mortgage-backed securities retained</td>
<td>9,377</td>
<td>9,232</td>
<td>8,920</td>
<td>9,311</td>
<td>10,118</td>
<td>13,617</td>
<td>12,342</td>
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</tr>
<tr>
<td>Retained rights to future excess interest</td>
<td>1,419</td>
<td>1,465</td>
<td>1,497</td>
<td>1,527</td>
<td>1,400</td>
<td>1,140</td>
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<tr>
<td>Bond participation certificates</td>
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<td>1,069</td>
<td>1,105</td>
<td>1,113</td>
<td>1,218</td>
<td>1,262</td>
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### Retained interests

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<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
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<td>Mortgage-backed securities retained</td>
<td>9,377</td>
<td>9,232</td>
<td>8,920</td>
<td>9,311</td>
<td>10,118</td>
<td>13,617</td>
<td>12,342</td>
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<tr>
<td>Retained rights to future excess interest</td>
<td>1,419</td>
<td>1,465</td>
<td>1,497</td>
<td>1,527</td>
<td>1,400</td>
<td>1,140</td>
<td>699</td>
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<tr>
<td>Credit cards</td>
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<tr>
<td>Asset-backed securities purchased</td>
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<td>976</td>
<td>981</td>
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<td>981</td>
<td>960</td>
<td>954</td>
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<td></td>
</tr>
<tr>
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<td>2</td>
<td>3</td>
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<tr>
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<td>15,839</td>
<td>14,123</td>
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1 All residential mortgages securitized are Canadian mortgages and are government guaranteed.
2 Securities purchased during the securitization process.
## FINANCIAL ASSET SECURITIZATIONS - CAPITAL CHARGES (C$ MM)

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
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<td></td>
<td>Loan</td>
<td>Past due</td>
<td>Net</td>
<td>Loan</td>
</tr>
<tr>
<td></td>
<td>Principal</td>
<td></td>
<td>write-offs</td>
<td>Principal</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retail</td>
<td>251,987</td>
<td>1,755</td>
<td>334</td>
<td>248,505</td>
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<tr>
<td>Wholesale</td>
<td>72,940</td>
<td>3,894</td>
<td>196</td>
<td>76,221</td>
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<tr>
<td>Total loans managed</td>
<td>324,927</td>
<td>5,649</td>
<td>530</td>
<td>324,726</td>
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<tr>
<td>Less: Loans securitized and managed</td>
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<tr>
<td>Credit card loans</td>
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<td>63</td>
<td>33</td>
<td>3,470</td>
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<tr>
<td>Total loans reported on the Consolidated Balance Sheets</td>
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<td>530</td>
<td>497</td>
<td>284,503</td>
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### FINANCIAL ASSET SECURITIZATIONS - CAPITAL CHARGES (C$ MM)

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<tr>
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<th>Q4/08</th>
<th>Q3/08</th>
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<td>Loan</td>
<td>Past due</td>
<td>Net</td>
<td>Loan</td>
</tr>
<tr>
<td></td>
<td>Principal</td>
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<td>write-offs</td>
<td>Principal</td>
</tr>
<tr>
<td></td>
<td></td>
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<tr>
<td>Credit card loans</td>
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<td>35</td>
<td>4,078</td>
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<tr>
<td>Total loans reported on the Consolidated Balance Sheets</td>
<td>281,908</td>
<td>5,526</td>
<td>655</td>
<td>287,253</td>
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</table>

### Footnotes:
1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Includes impaired loans as well as loans that are contractually 90 days past due but are not considered impaired.
3 Excludes any assets temporarily acquired with the intent at acquisition to sell to special purpose entities.
4 Loans held as at August 1, 2009 were reclassified to held-for-trading securities in accordance with CICA’s amendments to Section 3855. The reclassified securities are included in the 2008 balances and excluded from 2009 balances.
### Loans and Acceptances (C$ MM)

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
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<th></th>
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</tr>
</thead>
<tbody>
<tr>
<td><strong>By portfolio and sector</strong></td>
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<td></td>
<td></td>
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<td></td>
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<tr>
<td><strong>Retail</strong></td>
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<td>117,791</td>
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<td>Personal</td>
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<tr>
<td><strong>Total Loans and Acceptances</strong></td>
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<td>190,669</td>
<td>181,802</td>
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<tr>
<td><strong>By sector</strong></td>
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<tr>
<td>Agriculture</td>
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<td>6,562</td>
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<td>6,876</td>
<td>7,055</td>
<td>8,146</td>
<td>6,876</td>
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<tr>
<td>Non-bank financial services</td>
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<tr>
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<td>265,918</td>
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<td>265,134</td>
</tr>
</tbody>
</table>

#### Notes

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.

2. Wholesale - Real estate and related loans and acceptances in Q2/10 is comprised of amounts based in Canada $10.9 billion, United States $7.6 billion, and Other International $1.1 billion.

3. Wholesale - Other in Q2/10 related to other services $8.6 billion, financing products $5 billion, holding and investments $3.8 billion, health $2.5 billion, and other $1 billion.

4. Geographic information is based on residence of borrower.
<table>
<thead>
<tr>
<th>Gross Impaired Loans by portfolio and sector</th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<td>54</td>
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<tr>
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</tr>
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<tr>
<td>Consumer goods</td>
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Total Gross Impaired Loans

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1 Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2 Wholesale - Real estate and related Gross Impaired Loans in Q2/10 is comprised of loans based in Canada $146 million, United States $1,274 million, and Other International $219 million.
3 Wholesale - Other in Q2/10 related to financing products $937 million, other services $247 million, and investments $48 million, health $22 million and other $100 million.
4 Geographic information is based on residence of borrower.
### Changes in Gross Impaired Loans

#### Balance at beginning of period

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#### Repayments, return to performing status, sold and other

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#### Net impaired loans by geography and portfolio

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#### Net write-offs by geography and portfolio

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### 1st Quarter 2009

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Net impaired loan formation for Canadian Banking retail and wholesale portfolios are generally allocated to New impaired as Repayment, return to performing status, sold and other adjustments are not reasonably determinable.
3. There is no impact to total Net impaired loan formation amounts.
4. Geographic information is based on residence of borrower, net of specific allowance.
### Provision for Credit Losses by Portfolio and Sector

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### Specific Provision for Credit Loss by Geography and Portfolio

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#### United States

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
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<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
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<tbody>
<tr>
<td>Retail</td>
<td>297</td>
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<td>222</td>
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<td>191</td>
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<tr>
<td>Wholesale</td>
<td>180</td>
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<td>379</td>
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<td>477</td>
<td>493</td>
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<td>709</td>
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<td>350</td>
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</table>

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Wholesale - Real estate and related provision for credit losses in Q2/10 is comprised of losses based in Canada $3 million, United States $110 million, and Other International $35 million.
3. Wholesale - Other in Q2/10 related to financing products $2 million, other services $14 million, health $1 million, holding and investments $4 million and other $(3) million.
4. Geographic information is based on residence of borrower.
## ALLOWANCE FOR CREDIT LOSSES (C$ MM)

### Allowance for credit losses by portfolio and sector

#### Specific

**Retail**

<table>
<thead>
<tr>
<th>Portfolio</th>
<th>Q1/09</th>
<th>Q2/09</th>
<th>Q3/09</th>
<th>Q4/09</th>
<th>Q1/10</th>
<th>Q2/10</th>
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</thead>
<tbody>
<tr>
<td>Residential mortgages</td>
<td>65</td>
<td>61</td>
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<td>50</td>
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<tr>
<td>Personal</td>
<td>192</td>
<td>203</td>
<td>197</td>
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<tr>
<td>Small business</td>
<td>23</td>
<td>24</td>
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<tr>
<td><strong>Total</strong></td>
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<td>288</td>
<td>273</td>
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**Wholesale**

<table>
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<tr>
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<th>Q2/10</th>
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<td>53</td>
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<tr>
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<td>203</td>
<td>197</td>
<td>194</td>
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<td>Small business</td>
<td>23</td>
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<td>22</td>
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<tr>
<td><strong>Total</strong></td>
<td>280</td>
<td>288</td>
<td>273</td>
<td>258</td>
<td>253</td>
<td>234</td>
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#### General

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<td>517</td>
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<tr>
<td>Credit cards</td>
<td>332</td>
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<td>259</td>
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<td>256</td>
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<td>47</td>
<td>47</td>
<td>47</td>
<td>47</td>
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<td><strong>Total</strong></td>
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<td>1,178</td>
<td>1,085</td>
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<td>933</td>
<td>788</td>
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<th>Q2/10</th>
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<td>72</td>
<td>79</td>
<td>79</td>
<td>78</td>
<td>79</td>
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<tr>
<td>Personal</td>
<td>111</td>
<td>114</td>
<td>114</td>
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<td>86</td>
<td>84</td>
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<td><strong>Total</strong></td>
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<td>892</td>
<td>894</td>
<td>825</td>
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#### Allowance for credit losses by geography and portfolio

**Canada**

<table>
<thead>
<tr>
<th>Portfolio</th>
<th>Q1/09</th>
<th>Q2/09</th>
<th>Q3/09</th>
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<th>Q2/10</th>
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<tr>
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<td>86</td>
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<tr>
<td>Small business</td>
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<td>24</td>
<td>22</td>
<td>21</td>
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<td>17</td>
</tr>
<tr>
<td><strong>Total</strong></td>
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<td>163</td>
<td>155</td>
<td>150</td>
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**United States**

<table>
<thead>
<tr>
<th>Portfolio</th>
<th>Q1/09</th>
<th>Q2/09</th>
<th>Q3/09</th>
<th>Q4/09</th>
<th>Q1/10</th>
<th>Q2/10</th>
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</thead>
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<tr>
<td>Residential mortgages</td>
<td>41</td>
<td>45</td>
<td>44</td>
<td>38</td>
<td>39</td>
<td>30</td>
</tr>
<tr>
<td>Personal</td>
<td>454</td>
<td>572</td>
<td>623</td>
<td>625</td>
<td>608</td>
<td>599</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>595</td>
<td>617</td>
<td>667</td>
<td>663</td>
<td>647</td>
<td>628</td>
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#### Allowance for credit losses

<table>
<thead>
<tr>
<th>Year</th>
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<th>2008</th>
<th>2007</th>
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<tr>
<td>Residential mortgages</td>
<td>68</td>
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<tr>
<td>Personal</td>
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<td>666</td>
<td>671</td>
</tr>
<tr>
<td>Credit cards</td>
<td>332</td>
<td>330</td>
<td>329</td>
</tr>
<tr>
<td>Small business</td>
<td>80</td>
<td>47</td>
<td>47</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>1,122</td>
<td>1,178</td>
<td>1,085</td>
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</table>

1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to OICA Handbook Section 3856 issued in August, 2009.
2. Wholesale - Other in Q2/10 related to financing products $189 million, other services $88 million, health $8 million, holding and investments $10 million, and other $32 million.
3. Geographic information is based on residence of borrower.
### ALLOWANCE FOR CREDIT LOSSES continued (C$ MM)

#### Allowance for credit losses by type

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
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<th>Q4/09</th>
<th>Q3/09 1</th>
<th>Q2/09 1</th>
<th>Q1/09 1</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Allowance for loan losses</td>
<td>3,112</td>
<td>3,180</td>
<td>3,188</td>
<td>2,987</td>
<td>2,949</td>
<td>2,652</td>
<td>1,859</td>
<td>1,730</td>
<td>2,215</td>
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<tr>
<td>Allowance for off-balance sheet items</td>
<td>111</td>
<td>114</td>
<td>114</td>
<td>84</td>
<td>86</td>
<td>86</td>
<td>84</td>
<td>81</td>
<td>80</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>3,223</td>
<td>3,294</td>
<td>3,302</td>
<td>3,071</td>
<td>3,035</td>
<td>2,738</td>
<td>2,299</td>
<td>1,940</td>
<td>1,810</td>
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#### Allowance for credit losses continuity

Specific allowance

<table>
<thead>
<tr>
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<th>Q3/09 1</th>
<th>Q2/09 1</th>
<th>Q1/09 1</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<tbody>
<tr>
<td>Balance at beginning of period 1</td>
<td>1,277</td>
<td>1,279</td>
<td>1,204</td>
<td>1,141</td>
<td>1,050</td>
<td>906</td>
<td>603</td>
<td>510</td>
<td>426</td>
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<tr>
<td>Provision for credit losses</td>
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<td>493</td>
<td>727</td>
<td>709</td>
<td>751</td>
<td>637</td>
<td>474</td>
<td>325</td>
<td>350</td>
</tr>
<tr>
<td>Write-offs 2</td>
<td>(550)</td>
<td>(539)</td>
<td>(700)</td>
<td>(659)</td>
<td>(790)</td>
<td>(517)</td>
<td>(425)</td>
<td>(334)</td>
<td>(302)</td>
</tr>
<tr>
<td>Recoveries 2</td>
<td>53</td>
<td>51</td>
<td>49</td>
<td>46</td>
<td>135</td>
<td>43</td>
<td>43</td>
<td>39</td>
<td>40</td>
</tr>
<tr>
<td>Other adjustments</td>
<td>(16)</td>
<td>(7)</td>
<td>(1)</td>
<td>(33)</td>
<td>(5)</td>
<td>(19)</td>
<td>72</td>
<td>63</td>
<td>(4)</td>
</tr>
<tr>
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<td>1,277</td>
<td>1,279</td>
<td>1,204</td>
<td>1,141</td>
<td>1,050</td>
<td>767</td>
<td>603</td>
<td>510</td>
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General allowance

<table>
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<tr>
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<th>Q1/10</th>
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<th>Q3/09 1</th>
<th>Q2/09 1</th>
<th>Q1/09 1</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance at beginning of period</td>
<td>2,017</td>
<td>2,023</td>
<td>1,867</td>
<td>1,894</td>
<td>1,688</td>
<td>1,532</td>
<td>1,337</td>
<td>1,300</td>
<td>1,244</td>
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<tr>
<td>Provision for credit losses</td>
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<td>-</td>
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<td>61</td>
<td>223</td>
<td>149</td>
<td>145</td>
<td>(9)</td>
<td>(1)</td>
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<tr>
<td>Adjustments on acquisition 3</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>4</td>
<td>-</td>
<td>(4)</td>
<td>25</td>
<td>54</td>
<td>7</td>
</tr>
<tr>
<td>Other adjustments 2</td>
<td>(62)</td>
<td>(6)</td>
<td>(88)</td>
<td>(23)</td>
<td>7</td>
<td>54</td>
<td>3</td>
<td>3</td>
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<tr>
<td>Specific allowance for credit losses at end of period</td>
<td>1,982</td>
<td>2,017</td>
<td>2,023</td>
<td>1,867</td>
<td>1,894</td>
<td>1,688</td>
<td>1,532</td>
<td>1,337</td>
<td>1,300</td>
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#### Allowance for credit losses

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<th>Q4/09</th>
<th>Q3/09 1</th>
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<th>Q1/09 1</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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</thead>
<tbody>
<tr>
<td>Allowance for credit losses</td>
<td>3,223</td>
<td>3,294</td>
<td>3,302</td>
<td>3,071</td>
<td>3,035</td>
<td>2,738</td>
<td>2,299</td>
<td>1,940</td>
<td>1,810</td>
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### U.S. BANKING LOANS (C$ MM)

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<th>Q2/09 1</th>
<th>Q1/09 1</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
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<tbody>
<tr>
<td>Retail</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Residential mortgages</td>
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<td>3,093</td>
<td>2,922</td>
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<td>4,576</td>
<td>4,269</td>
<td>3,434</td>
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<td>859</td>
<td>1,007</td>
<td>1,110</td>
<td>1,142</td>
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<td>Credit cards</td>
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<td>226</td>
<td>213</td>
<td>198</td>
<td>204</td>
<td>202</td>
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<tr>
<td>Other</td>
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<td>243</td>
<td>234</td>
<td>297</td>
<td>317</td>
<td>320</td>
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</tr>
<tr>
<td><strong>Total retail</strong></td>
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<td>8,377</td>
<td>9,395</td>
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<td>8,840</td>
<td>7,343</td>
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<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Commercial loans</td>
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<td>12,542</td>
<td>12,775</td>
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<td>15,371</td>
<td>14,588</td>
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<td>Residential builder finance loans</td>
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<td>1,485</td>
<td>1,852</td>
<td>2,034</td>
<td>2,116</td>
<td>1,965</td>
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<tr>
<td>RBC Real Estate Finance Inc. (REFI)</td>
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<td>642</td>
<td>616</td>
<td>827</td>
<td>1,069</td>
<td>1,153</td>
<td>1,193</td>
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<tr>
<td>Other</td>
<td>756</td>
<td>822</td>
<td>1,197</td>
<td>1,247</td>
<td>1,274</td>
<td>1,328</td>
<td>585</td>
<td>254</td>
<td></td>
</tr>
<tr>
<td><strong>Total wholesale</strong></td>
<td>13,497</td>
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<td>15,547</td>
<td>16,123</td>
<td>18,415</td>
<td>19,802</td>
<td>18,442</td>
<td>15,766</td>
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</tr>
<tr>
<td><strong>Total U.S. banking loans</strong></td>
<td>20,846</td>
<td>22,622</td>
<td>23,476</td>
<td>24,500</td>
<td>27,810</td>
<td>29,100</td>
<td>27,282</td>
<td>23,109</td>
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</tbody>
</table>

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1. Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
2. Other adjustments include primarily foreign exchange translations on non-Canadian dollar denominated ACL. In Q2/10, other adjustments also includes a transfer of $30 million from general allowance to specific allowance to more appropriately reflect the nature of these provisions. In Q3/09, included in the wholesale general allowance adjustment is $27 million related to the loans acquired in connection with the acquisition of RBTT of which we have reclassified $37 million to specific allowance as it related to specific wholesale loans; the remaining $5 million was recorded in net income. In Q3/08, adjustment of $57 million relates to loans acquired in connection with the acquisition of RBTT.
3. Adjustment amounts relate to: RBTT ($4 million in Q2/09 and $25 million in Q3/08); Alabama National BanCorporation ($4 million in Q4/08 and $54 million in Q2/08); and Flag Bank ($21 million in 2007).
## CREDIT QUALITY RATIOS

### Diversification ratios

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Retail</td>
<td>73%</td>
<td>71%</td>
<td>70%</td>
<td>69%</td>
<td>66%</td>
</tr>
<tr>
<td>Wholesale</td>
<td>27%</td>
<td>29%</td>
<td>30%</td>
<td>31%</td>
<td>34%</td>
</tr>
<tr>
<td>Canada</td>
<td>84%</td>
<td>82%</td>
<td>81%</td>
<td>79%</td>
<td>78%</td>
</tr>
<tr>
<td>United States</td>
<td>11%</td>
<td>12%</td>
<td>13%</td>
<td>15%</td>
<td>14%</td>
</tr>
<tr>
<td>Other International</td>
<td>5%</td>
<td>6%</td>
<td>6%</td>
<td>7%</td>
<td>8%</td>
</tr>
</tbody>
</table>

### Condition ratios

#### Gross Impaired Loans (GILs) as a % of related Loans and Acceptances

<table>
<thead>
<tr>
<th></th>
<th>1.72%</th>
<th>1.76%</th>
<th>1.86%</th>
<th>1.77%</th>
<th>1.77%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Retail</td>
<td>0.55%</td>
<td>0.56%</td>
<td>0.54%</td>
<td>0.56%</td>
<td>0.54%</td>
</tr>
<tr>
<td>Wholesale</td>
<td>4.82%</td>
<td>4.72%</td>
<td>4.94%</td>
<td>4.45%</td>
<td>4.15%</td>
</tr>
<tr>
<td>Canada</td>
<td>0.64%</td>
<td>0.62%</td>
<td>0.63%</td>
<td>0.58%</td>
<td>0.58%</td>
</tr>
<tr>
<td>United States</td>
<td>8.74%</td>
<td>8.67%</td>
<td>9.23%</td>
<td>8.51%</td>
<td>7.93%</td>
</tr>
<tr>
<td>Other International</td>
<td>4.22%</td>
<td>3.47%</td>
<td>2.98%</td>
<td>2.90%</td>
<td>2.14%</td>
</tr>
</tbody>
</table>

### Coverage ratios

#### ACL as a % of Total Loans and Acceptances

<table>
<thead>
<tr>
<th></th>
<th>1.10%</th>
<th>1.13%</th>
<th>1.13%</th>
<th>1.06%</th>
<th>1.04%</th>
</tr>
</thead>
<tbody>
<tr>
<td>Retail</td>
<td>0.42%</td>
<td>0.44%</td>
<td>0.42%</td>
<td>0.39%</td>
<td>0.35%</td>
</tr>
<tr>
<td>Wholesale</td>
<td>0.09%</td>
<td>0.10%</td>
<td>0.09%</td>
<td>0.09%</td>
<td>0.09%</td>
</tr>
<tr>
<td>Canada</td>
<td>24.51%</td>
<td>24.85%</td>
<td>23.44%</td>
<td>23.46%</td>
<td>21.98%</td>
</tr>
<tr>
<td>United States</td>
<td>23.71%</td>
<td>24.76%</td>
<td>24.24%</td>
<td>24.16%</td>
<td>26.03%</td>
</tr>
<tr>
<td>Other International</td>
<td>24.75%</td>
<td>24.87%</td>
<td>23.14%</td>
<td>23.52%</td>
<td>21.43%</td>
</tr>
</tbody>
</table>

### 1

Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.
## Credit Risk Exposure by Geography and Portfolio

<table>
<thead>
<tr>
<th></th>
<th>Lending-related and other</th>
<th>Trading-related</th>
<th>Q2/10</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Loans and acceptances</td>
<td>Repo-style the-counter</td>
<td>Total</td>
</tr>
<tr>
<td></td>
<td>Outstanding commitments</td>
<td>Total exposure</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Other 4</td>
<td>Other 4</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>Total exposure</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>Credit cards</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Small business</td>
<td>Bank</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>Wholesale</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>United States</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>Other International</td>
<td></td>
</tr>
</tbody>
</table>

### Canada
- **Residential mortgages**: 120,707 (Q2/10), 120,707 (Q1/10), ..., 120,707 (Q2/08)
- **Personal**: 65,024 (Q2/10), 65,024 (Q1/10), ..., 65,024 (Q2/08)
- **Credit cards**: 9,300 (Q2/10), 9,300 (Q1/10), ..., 9,300 (Q2/08)
- **Small business**: 2,774 (Q2/10), 2,774 (Q1/10), ..., 2,774 (Q2/08)
- **Total**: 5,173 (Q2/10), 5,173 (Q1/10), ..., 5,173 (Q2/08)

### United States
- **Residential mortgages**: 44,636 (Q2/10), 44,636 (Q1/10), ..., 44,636 (Q2/08)
- **Personal**: 2,293 (Q2/10), 2,293 (Q1/10), ..., 2,293 (Q2/08)
- **Credit cards**: 8,401 (Q2/10), 8,401 (Q1/10), ..., 8,401 (Q2/08)
- **Small business**: 217 (Q2/10), 217 (Q1/10), ..., 217 (Q2/08)
- **Total**: 14,456 (Q2/10), 14,456 (Q1/10), ..., 14,456 (Q2/08)

### Total Exposure
- **Total Canada**: 245,775 (Q2/10), 110,307 (Q1/10), ..., 245,775 (Q2/08)
- **Total United States**: 32,597 (Q2/10), 14,401 (Q1/10), ..., 32,597 (Q2/08)
- **Total Other International**: 15,478 (Q2/10), 14,041 (Q1/10), ..., 15,478 (Q2/08)
- **Total Exposure**: 293,850 (Q2/10), 131,511 (Q1/10), ..., 293,850 (Q2/08)

### Footnotes
1. Based on residence of borrower.
2. Includes contingent liabilities such as letters of credit and guarantees, and available-for-sale debt securities.
3. Includes repurchase and reverse repurchase agreements and securities borrowing and lending transactions.
4. Credit equivalent amount after factoring in master netting agreements.
5. Total exposure represents exposure at default, which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances and does not reflect the impact of credit risk mitigation. Exposure under Basel II asset classes of qualifying revolving retail and other retail are largely included within Personal and Credit cards, while home equity lines of credit are included in Personal. For trading credit risk, we use statistical models to derive a credit risk exposure profile by modeling the potential value of the portfolio of trades with each counterparty over its life to estimate expected credit risk exposure and expected loss. The model takes into account wrong-way risk which arises when default risk and credit exposure increase together, in which case we use the worst case exposure value.
6. Includes certain synthetic mortgage securitizations.

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2nd Quarter 2010 - Supplementary Financial Information

ROYAL BANK OF CANADA
**EXPOSURE COVERED BY CREDIT RISK MITIGATION**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Eligible financial collateral 1</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit cards</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small business</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Housing</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Standardized**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Eligible financial collateral 1</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit cards</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small business</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Housing</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**AIRB**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Eligible financial collateral 1</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit cards</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small business</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Housing</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

---

**CREDIT EXPOSURE BY RESIDUAL CONTRACTUAL MATURITY (C$ MM)**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Residual contractual maturity term</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Within 1 year</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1 to 5 years</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Over 5 years</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Total exposure**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Residual contractual maturity term</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Within 1 year</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1 to 5 years</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Over 5 years</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**Total exposure**

---

**CREDIT EXPOSURE OF PORTFOLIO UNDER THE STANDARDIZED APPROACH BY RISK WEIGHT (C$ MM)**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Risk weight</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>20%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>30%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>40%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>50%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>60%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>70%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>80%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>90%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>100%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**ACTUAL LOSSES VS. ESTIMATED LOSSES**

<table>
<thead>
<tr>
<th></th>
<th>Q3/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Actual</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual mortgages</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit cards</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small business</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retail</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Wholesale</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Estimated</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Residual mortgages</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Credit cards</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Small business</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Retail</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Wholesale</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Average historical actual loss rate</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

---

1 Eligible financial collateral includes cash and deposit, gold, as well as qualifying debt securities, equities and mutual funds.

2 Under the AIRB approach, disclosure on eligible financial collateral is not required as the benefit the collateral provides has been taken into account in the Loss Given Default (LGD) estimates in our internal LGD risk rating system.

3 Includes contingent liabilities such as letters of credit and guarantees, and available-for-sale debt securities.

4 Includes repurchase and reverse repurchase agreements and securities borrowing and lending transactions.

5 Credit equivalent amount after factoring in master netting agreements.

6 Represents exposure at default, which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances and does not reflect the impact of credit risk mitigation.

7 To determine the appropriate risk weight, credit assessments by OSFI recognized external credit rating agencies of S&P, Moody’s, Fitch and DBRS are used. For rated exposure primarily in sovereigns and banks, we assign the corresponding risk weight according to OSFI’s standard mapping. For unrated exposure mainly in business and retail, we generally apply OSFI prescribed risk weights in accordance with OSFI’s standards and guidelines taking into consideration certain exposure specific factors including counterparty type, exposure type and credit risk mitigation technique employed.

8 Actual loss reflects internal credit loss experience realized over a given period or "print in time". Actual loss rate is the sum of specific provision for credit losses divided by average of loans and acceptances period and outstanding for the current and prior 3 quarters.

9 Estimated loss represents expected loss which is calculated using the Basel II approach through the cyclical parameters of probability of default, loss given default, exposure at default, conservatively estimated based on available historical loss data. Estimated loss rate is the expected loss divided by loans and acceptances outstanding at the beginning of the applicable consecutive 4-quarter period defined above. Actual loss will normally exceed estimated loss during economic downturns and come below in periods of expansion.

10 Average annual actual loss rate from fiscal 2003 through to the most recent full year. The information will be updated on an annual basis.

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2nd Quarter 2010 - Supplementary Financial Information

ROYAL BANK OF CANADA
### RETAIL CREDIT EXPOSURE
**BY PORTFOLIO AND RISK CATEGORY**
(C$ MM)

<table>
<thead>
<tr>
<th>Category</th>
<th>Q2/10</th>
<th>Q1/10</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential mortgages</td>
<td>Personal</td>
<td>Credit cards</td>
</tr>
<tr>
<td>Low risk (0.00%-1.00%)</td>
<td>103,494</td>
<td>114,934</td>
</tr>
<tr>
<td>Medium risk (1.10%-6.40%)</td>
<td>17,972</td>
<td>14,601</td>
</tr>
<tr>
<td>High risk (6.50%-99.99%)</td>
<td>3,467</td>
<td>3,062</td>
</tr>
<tr>
<td>Impaired (100%)</td>
<td>736</td>
<td>390</td>
</tr>
<tr>
<td><strong>Total exposure</strong></td>
<td>125,669</td>
<td>133,007</td>
</tr>
</tbody>
</table>

### WHOLESALE CREDIT EXPOSURE
**BY PORTFOLIO AND RISK RATING**
(C$ MM, except percentage amounts)

<table>
<thead>
<tr>
<th>Rating</th>
<th>Total (Notional amount)</th>
<th>Undrawn commitments (Notional amount)</th>
<th>Average probability of default (%)</th>
<th>Average loss given default rate (%)</th>
<th>Average exposure at default rate (%)</th>
<th>Average risk weight (%)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Business</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1-4</td>
<td>4,888</td>
<td>7,494</td>
<td>0.02%</td>
<td>22.19%</td>
<td>55.76%</td>
<td>10.93%</td>
</tr>
<tr>
<td>5-7</td>
<td>12,756</td>
<td>20,999</td>
<td>0.07%</td>
<td>36.50%</td>
<td>53.29%</td>
<td>23.38%</td>
</tr>
<tr>
<td>8-10</td>
<td>25,159</td>
<td>29,594</td>
<td>0.26%</td>
<td>35.82%</td>
<td>55.62%</td>
<td>38.71%</td>
</tr>
<tr>
<td>11-13</td>
<td>43,872</td>
<td>36,608</td>
<td>1.17%</td>
<td>27.42%</td>
<td>37.12%</td>
<td>72.53%</td>
</tr>
<tr>
<td>14-16</td>
<td>15,737</td>
<td>7,517</td>
<td>3.79%</td>
<td>28.24%</td>
<td>39.58%</td>
<td>92.19%</td>
</tr>
<tr>
<td>17-20</td>
<td>4,391</td>
<td>1,457</td>
<td>17.23%</td>
<td>23.38%</td>
<td>36.48%</td>
<td>141.57%</td>
</tr>
<tr>
<td>21-22</td>
<td>3,841</td>
<td>285</td>
<td>100.00%</td>
<td>24.63%</td>
<td>46.99%</td>
<td>157.12%</td>
</tr>
<tr>
<td><strong>Total Business</strong></td>
<td>110,644</td>
<td>114,954</td>
<td>5.23%</td>
<td>30.11%</td>
<td>49.88%</td>
<td>64.92%</td>
</tr>
<tr>
<td>Sovereign</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1-4</td>
<td>2,639</td>
<td>8,475</td>
<td>0.01%</td>
<td>28.69%</td>
<td>36.47%</td>
<td>3.02%</td>
</tr>
<tr>
<td>5-7</td>
<td>3,281</td>
<td>3,318</td>
<td>0.04%</td>
<td>38.21%</td>
<td>43.82%</td>
<td>9.12%</td>
</tr>
<tr>
<td>8-10</td>
<td>732</td>
<td>785</td>
<td>0.14%</td>
<td>28.41%</td>
<td>56.97%</td>
<td>31.86%</td>
</tr>
<tr>
<td>11-13</td>
<td>322</td>
<td>480</td>
<td>1.01%</td>
<td>35.72%</td>
<td>35.06%</td>
<td>14.73%</td>
</tr>
<tr>
<td>14-16</td>
<td>22</td>
<td>6</td>
<td>4.38%</td>
<td>36.35%</td>
<td>20.24%</td>
<td>101.90%</td>
</tr>
<tr>
<td>17-20</td>
<td>2</td>
<td>2</td>
<td>29.96%</td>
<td>25.00%</td>
<td>25.00%</td>
<td>102.29%</td>
</tr>
<tr>
<td>21-22</td>
<td>9</td>
<td>-</td>
<td>100.00%</td>
<td>45.00%</td>
<td>150.00%</td>
<td></td>
</tr>
<tr>
<td><strong>Total Sovereign</strong></td>
<td>7,007</td>
<td>13,066</td>
<td>0.23%</td>
<td>33.49%</td>
<td>40.76%</td>
<td>9.92%</td>
</tr>
<tr>
<td>Bank</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1-4</td>
<td>33</td>
<td>230</td>
<td>0.03%</td>
<td>37.53%</td>
<td>9.65%</td>
<td>6.32%</td>
</tr>
<tr>
<td>5-7</td>
<td>1,341</td>
<td>3,000</td>
<td>0.06%</td>
<td>29.92%</td>
<td>33.07%</td>
<td>9.43%</td>
</tr>
<tr>
<td>8-10</td>
<td>871</td>
<td>706</td>
<td>0.17%</td>
<td>29.84%</td>
<td>48.46%</td>
<td>18.17%</td>
</tr>
<tr>
<td>11-13</td>
<td>120</td>
<td>409</td>
<td>0.34%</td>
<td>10.02%</td>
<td>16.77%</td>
<td>65.70%</td>
</tr>
<tr>
<td>14-16</td>
<td>42</td>
<td>93</td>
<td>1.04%</td>
<td>32.07%</td>
<td>26.42%</td>
<td>58.40%</td>
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<tr>
<td>17-20</td>
<td>115</td>
<td>2</td>
<td>5.36%</td>
<td>45.00%</td>
<td>2.00%</td>
<td>75.14%</td>
</tr>
<tr>
<td>21-22</td>
<td>33</td>
<td>-</td>
<td>100.00%</td>
<td>25.00%</td>
<td>50.00%</td>
<td></td>
</tr>
<tr>
<td><strong>Total Bank</strong></td>
<td>2,555</td>
<td>4,440</td>
<td>1.66%</td>
<td>29.71%</td>
<td>35.62%</td>
<td>19.27%</td>
</tr>
</tbody>
</table>

---

1. Total exposure represents exposure at default, which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances and does not reflect the impact of risk mitigation such as guarantees. Exposure under Basel II asset classes of qualifying revolving retail and other retail are largely included within Personal and Credit cards, while home equity lines of credit are included in Personal.

2. Ratings 8-10 or above are regarded as investment grade while ratings 11-13 or below to 17-20 inclusive are non-investment grade. Ratings 21-22 represent impaired/default.

3. Total exposure includes loans and acceptances outstanding and undrawn commitments and represents exposure at default, which is the expected gross exposure upon the default of an obligor. This amount is before any specific allowances and does not reflect the impact of credit risk mitigation.

4. Represents the exposure-weighted average of probability of default, loss given default rate, exposure at default (EAD) rate and risk weight within each internal rating. EAD rate is a percentage of undrawn commitments (notional amount) that is currently undrawn but expected to be drawn in the event of a default.
### REALIZED GAINS AND LOSSES ON AVAILABLE-FOR-SALE SECURITIES (C$ MM)

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Realized gains</td>
<td>94</td>
<td>158</td>
<td>119</td>
<td>17</td>
<td>8</td>
<td>152</td>
<td>16</td>
<td>266</td>
<td>99</td>
</tr>
<tr>
<td>Realized losses</td>
<td>(108)</td>
<td>(78)</td>
<td>(323)</td>
<td>(143)</td>
<td>(202)</td>
<td>(268)</td>
<td>(403)</td>
<td>(936)</td>
<td>(731)</td>
</tr>
<tr>
<td>and writedowns</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net gains (losses) on Available-for-sale securities</td>
<td>(14)</td>
<td>80</td>
<td>(204)</td>
<td>(126)</td>
<td>(194)</td>
<td>(116)</td>
<td>(387)</td>
<td>(640)</td>
<td>(632)</td>
</tr>
</tbody>
</table>

### BANKING BOOK EQUITY EXPOSURES (C$ MM)

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>2009</th>
<th>2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Public</td>
<td>338</td>
<td>505</td>
<td>781</td>
<td>1,436</td>
<td>1,261</td>
<td>1,287</td>
<td>1,461</td>
<td>1,687</td>
<td>1,570</td>
</tr>
<tr>
<td>Private</td>
<td>1,296</td>
<td>1,341</td>
<td>1,344</td>
<td>1,322</td>
<td>1,436</td>
<td>1,525</td>
<td>1,630</td>
<td>1,376</td>
<td>1,405</td>
</tr>
<tr>
<td>Total</td>
<td>1,634</td>
<td>1,846</td>
<td>2,125</td>
<td>2,758</td>
<td>2,699</td>
<td>2,812</td>
<td>3,091</td>
<td>3,063</td>
<td>2,975</td>
</tr>
<tr>
<td>Banking book equity exposures - on-balance sheet</td>
<td>1,416</td>
<td>1,642</td>
<td>1,913</td>
<td>2,543</td>
<td>2,456</td>
<td>2,555</td>
<td>2,840</td>
<td>2,850</td>
<td>2,709</td>
</tr>
<tr>
<td>Less: Non-available-for-sale equity items</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>(48)</td>
<td>(76)</td>
<td>(87)</td>
<td>(96)</td>
<td>(93)</td>
<td>(52)</td>
</tr>
<tr>
<td>Shares of associated corporations</td>
<td>(227)</td>
<td>(207)</td>
<td>(186)</td>
<td>(187)</td>
<td>(152)</td>
<td>(159)</td>
<td>(227)</td>
<td>(250)</td>
<td>(248)</td>
</tr>
<tr>
<td>Loan substitute securities</td>
<td>(227)</td>
<td>(207)</td>
<td>(186)</td>
<td>(235)</td>
<td>(228)</td>
<td>(246)</td>
<td>(323)</td>
<td>(343)</td>
<td>(300)</td>
</tr>
<tr>
<td>Add: Available-for-sale equities</td>
<td>404</td>
<td>489</td>
<td>512</td>
<td>518</td>
<td>579</td>
<td>585</td>
<td>-</td>
<td>-</td>
<td>512</td>
</tr>
<tr>
<td>Auction rate preferred shares</td>
<td>111</td>
<td>112</td>
<td>112</td>
<td>109</td>
<td>101</td>
<td>98</td>
<td>107</td>
<td>132</td>
<td>142</td>
</tr>
<tr>
<td>Equities held by insurance subsidiaries</td>
<td>53</td>
<td>60</td>
<td>60</td>
<td>74</td>
<td>37</td>
<td>37</td>
<td>59</td>
<td>61</td>
<td>60</td>
</tr>
<tr>
<td>Available-for-sale equities classified as substantial investments</td>
<td>568</td>
<td>661</td>
<td>684</td>
<td>701</td>
<td>717</td>
<td>720</td>
<td>166</td>
<td>193</td>
<td>202</td>
</tr>
<tr>
<td>Available-for-sale securities as reported on Balance Sheet</td>
<td>1,757</td>
<td>2,096</td>
<td>2,411</td>
<td>3,009</td>
<td>2,945</td>
<td>3,029</td>
<td>2,683</td>
<td>2,700</td>
<td>2,611</td>
</tr>
</tbody>
</table>

* Comparative information has been restated as at November 1, 2008 due to the implementation of amendments to CICA Handbook Section 3855 issued in August, 2009.

* Total exposure represents exposure at default, which is the expected gross exposure upon the default of an obligor. Basel II defines banking book equities based on the economic substance of the transaction rather than the legal form or accounting treatment associated with the instrument. As such, differences exist in the identification of equity securities held in the banking book and those reported in the financial statements. Banking book equities are financial instruments held for investment purposes and are not part of our trading book, consisting of publicly traded and private equities, partnership units, venture capital and derivatives instruments tied to equity interests.
### TRADING CREDIT DERIVATIVES *(C$ MM)*

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Notional amount</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Protection purchased</td>
<td>51,531</td>
<td>59,745</td>
<td>68,643</td>
<td>77,033</td>
<td>95,963</td>
<td>136,248</td>
<td>140,010</td>
<td>152,976</td>
<td>198,920</td>
</tr>
<tr>
<td>Protection sold</td>
<td>41,371</td>
<td>49,617</td>
<td>58,369</td>
<td>65,270</td>
<td>85,488</td>
<td>124,319</td>
<td>132,515</td>
<td>144,129</td>
<td>185,777</td>
</tr>
<tr>
<td><strong>Fair value</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Positive</td>
<td>2,390</td>
<td>3,349</td>
<td>5,192</td>
<td>6,750</td>
<td>11,181</td>
<td>16,718</td>
<td>16,456</td>
<td>9,863</td>
<td>11,245</td>
</tr>
<tr>
<td>Negative</td>
<td>2,031</td>
<td>2,755</td>
<td>4,398</td>
<td>5,355</td>
<td>9,419</td>
<td>14,694</td>
<td>15,344</td>
<td>9,253</td>
<td>9,781</td>
</tr>
<tr>
<td><strong>Replacement cost</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>1,129</td>
<td>1,538</td>
<td>2,409</td>
<td>3,317</td>
<td>4,781</td>
<td>6,054</td>
<td>5,607</td>
<td>3,639</td>
<td>3,865</td>
<td></td>
</tr>
</tbody>
</table>

1 Comprises credit default swaps, total return swaps and credit default baskets. Over 93% of our net exposures are with investment grade counterparties.
2 Gross fair value before netting.
3 Replacement cost includes the impact of netting but excludes collateral.
4 Comprises credit default swaps.
5 As at Q2/10, Other related to health $20 million, and other $25 million.
6 Net protection sold as at Q2/10 related to Other $nil million.

### OTHER THAN TRADING CREDIT DERIVATIVES POSITIONS *(Notional amount and fair value) *(C$ MM)*

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
<th>Q2/08</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Notional amount</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Automotive</td>
<td>213</td>
<td>291</td>
<td>342</td>
<td>339</td>
<td>369</td>
<td>377</td>
<td>473</td>
<td>415</td>
<td>408</td>
</tr>
<tr>
<td>Energy</td>
<td>229</td>
<td>251</td>
<td>336</td>
<td>346</td>
<td>275</td>
<td>283</td>
<td>279</td>
<td>236</td>
<td>479</td>
</tr>
<tr>
<td>Non-bank financial services</td>
<td>475</td>
<td>500</td>
<td>230</td>
<td>194</td>
<td>274</td>
<td>343</td>
<td>379</td>
<td>384</td>
<td>484</td>
</tr>
<tr>
<td>Mining &amp; metals</td>
<td>137</td>
<td>262</td>
<td>265</td>
<td>264</td>
<td>435</td>
<td>601</td>
<td>590</td>
<td>527</td>
<td>519</td>
</tr>
<tr>
<td>Real estate &amp; related</td>
<td>184</td>
<td>239</td>
<td>243</td>
<td>242</td>
<td>214</td>
<td>231</td>
<td>220</td>
<td>225</td>
<td>257</td>
</tr>
<tr>
<td>Technology &amp; media</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>10</td>
<td>10</td>
<td>18</td>
<td>18</td>
<td>10</td>
</tr>
<tr>
<td>Transportation &amp; environment</td>
<td>186</td>
<td>196</td>
<td>198</td>
<td>197</td>
<td>218</td>
<td>224</td>
<td>224</td>
<td>238</td>
<td>234</td>
</tr>
<tr>
<td>Other</td>
<td>45</td>
<td>59</td>
<td>59</td>
<td>32</td>
<td>75</td>
<td>433</td>
<td>439</td>
<td>471</td>
<td>469</td>
</tr>
<tr>
<td>Sovereign</td>
<td>103</td>
<td>147</td>
<td>150</td>
<td>259</td>
<td>289</td>
<td>299</td>
<td>294</td>
<td>250</td>
<td>348</td>
</tr>
<tr>
<td>Bank</td>
<td>335</td>
<td>353</td>
<td>340</td>
<td>339</td>
<td>256</td>
<td>263</td>
<td>259</td>
<td>266</td>
<td>728</td>
</tr>
<tr>
<td>Net protection purchased</td>
<td>1,907</td>
<td>2,298</td>
<td>2,163</td>
<td>2,212</td>
<td>2,405</td>
<td>3,064</td>
<td>3,167</td>
<td>3,030</td>
<td>3,944</td>
</tr>
<tr>
<td><strong>Offsetting protection sold related to the same reference entity</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross protection purchased</td>
<td>1,907</td>
<td>2,298</td>
<td>2,163</td>
<td>2,233</td>
<td>2,428</td>
<td>3,088</td>
<td>3,167</td>
<td>3,050</td>
<td>3,964</td>
</tr>
<tr>
<td>Net protection sold</td>
<td>-</td>
<td>10</td>
<td>10</td>
<td>58</td>
<td>64</td>
<td>141</td>
<td>147</td>
<td>132</td>
<td>130</td>
</tr>
<tr>
<td><strong>Offsetting protection purchased related to the same reference entity</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Gross protection sold</td>
<td>-</td>
<td>-</td>
<td>21</td>
<td>23</td>
<td>24</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Gross protection purchased and sold (notional amount)</td>
<td>1,907</td>
<td>2,308</td>
<td>2,173</td>
<td>2,312</td>
<td>2,515</td>
<td>3,253</td>
<td>3,314</td>
<td>3,202</td>
<td>4,114</td>
</tr>
<tr>
<td><strong>Fair value</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Positive</td>
<td>45</td>
<td>79</td>
<td>128</td>
<td>161</td>
<td>316</td>
<td>384</td>
<td>400</td>
<td>159</td>
<td>85</td>
</tr>
<tr>
<td>Negative</td>
<td>32</td>
<td>22</td>
<td>20</td>
<td>18</td>
<td>14</td>
<td>15</td>
<td>15</td>
<td>27</td>
<td>43</td>
</tr>
</tbody>
</table>

1 Comprises credit default swaps, total return swaps and credit default baskets. Over 93% of our net exposures are with investment grade counterparties.
2 Gross fair value before netting.
3 Replacement cost includes the impact of netting but excludes collateral.
4 Comprises credit default swaps.
5 As at Q2/10, Other related to health $20 million, and other $25 million.
6 Net protection sold as at Q2/10 related to Other $nil million.

---

2nd Quarter 2010 - Supplementary Financial Information
ROYAL BANK OF CANADA
## FAIR VALUE OF DERIVATIVE INSTRUMENTS (C$ MM)

<table>
<thead>
<tr>
<th></th>
<th>Q2/10 Fair value</th>
<th>Q1/10 Fair value</th>
<th>Q4/09 Fair value</th>
<th>Q3/09 Fair value</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Positive</td>
<td>Negative</td>
<td>Positive</td>
<td>Negative</td>
</tr>
<tr>
<td>Held or issued for trading purposes</td>
<td>74,170</td>
<td>73,213</td>
<td>86,165</td>
<td>79,147</td>
</tr>
<tr>
<td>Held or issued for other than trading purposes</td>
<td>4,777</td>
<td>4,975</td>
<td>6,589</td>
<td>5,911</td>
</tr>
<tr>
<td>Total gross fair values before netting</td>
<td>78,947</td>
<td>78,188</td>
<td>92,754</td>
<td>85,058</td>
</tr>
</tbody>
</table>

### Impact of master netting agreements

<table>
<thead>
<tr>
<th></th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Positive</td>
<td>Negative</td>
<td>Positive</td>
<td>Negative</td>
</tr>
<tr>
<td>With intent to settle net or simultaneously</td>
<td>(215)</td>
<td>(210)</td>
<td>(183)</td>
<td>(183)</td>
</tr>
<tr>
<td>Without intent to settle net or simultaneously</td>
<td>(54,609)</td>
<td>(54,060)</td>
<td>(59,745)</td>
<td>(59,745)</td>
</tr>
<tr>
<td>Total</td>
<td>24,570</td>
<td>23,769</td>
<td>26,677</td>
<td>21,501</td>
</tr>
</tbody>
</table>

### Impact of master netting agreements

<table>
<thead>
<tr>
<th></th>
<th>Positive</th>
<th>Negative</th>
<th>Positive</th>
<th>Negative</th>
<th>Positive</th>
<th>Negative</th>
<th>Positive</th>
<th>Negative</th>
</tr>
</thead>
<tbody>
<tr>
<td>Forwards</td>
<td>5,497</td>
<td>4,861</td>
<td>5,381</td>
<td>5,197</td>
<td>6,909</td>
<td>4,911</td>
<td>7,971</td>
<td>5,911</td>
</tr>
<tr>
<td>Options</td>
<td>24,570</td>
<td>23,769</td>
<td>26,677</td>
<td>21,501</td>
<td>29,938</td>
<td>21,522</td>
<td>36,167</td>
<td>26,399</td>
</tr>
<tr>
<td>Total</td>
<td>29,937</td>
<td>25,640</td>
<td>28,058</td>
<td>26,482</td>
<td>35,987</td>
<td>26,433</td>
<td>43,338</td>
<td>32,380</td>
</tr>
</tbody>
</table>

## DERIVATIVE-RELATED CREDIT RISK (C$ MM)

### Interest rate contracts

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Forwards</td>
<td>585,600</td>
<td>558,230</td>
<td>528,660</td>
<td>499,000</td>
</tr>
<tr>
<td>Swaps</td>
<td>2,820,230</td>
<td>2,354,949</td>
<td>1,930,330</td>
<td>1,509,000</td>
</tr>
<tr>
<td>Options purchased</td>
<td>62,159</td>
<td>51,949</td>
<td>41,899</td>
<td>33,039</td>
</tr>
<tr>
<td>Total</td>
<td>3,447,998</td>
<td>3,046,127</td>
<td>2,822,409</td>
<td>2,491,000</td>
</tr>
</tbody>
</table>

### Foreign exchange contracts

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Forwards</td>
<td>752,074</td>
<td>723,664</td>
<td>695,224</td>
<td>667,784</td>
</tr>
<tr>
<td>Swaps</td>
<td>397,397</td>
<td>367,897</td>
<td>338,397</td>
<td>309,897</td>
</tr>
<tr>
<td>Options purchased</td>
<td>39,771</td>
<td>34,989</td>
<td>30,489</td>
<td>25,989</td>
</tr>
<tr>
<td>Total</td>
<td>1,189,242</td>
<td>1,126,550</td>
<td>1,063,009</td>
<td>1,007,664</td>
</tr>
</tbody>
</table>

### Other contracts

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total derivatives</td>
<td>4,808,090</td>
<td>4,780,430</td>
<td>4,603,029</td>
<td>4,426,660</td>
</tr>
</tbody>
</table>

### Total derivatives

<table>
<thead>
<tr>
<th></th>
<th>Q2/10</th>
<th>Q1/10</th>
<th>Q4/09</th>
<th>Q3/09</th>
</tr>
</thead>
<tbody>
<tr>
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<td>4,808,090</td>
<td>4,780,430</td>
<td>4,603,029</td>
<td>4,426,660</td>
</tr>
</tbody>
</table>

## DERIVATIVE-RELATED CREDIT RISK (C$ MM)

### Credit derivatives

<table>
<thead>
<tr>
<th></th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Forwards</td>
<td>92,903</td>
<td>112,902</td>
<td>151,903</td>
<td>180,904</td>
</tr>
<tr>
<td>Swaps</td>
<td>77,656</td>
<td>79,720</td>
<td>103,720</td>
<td>127,720</td>
</tr>
<tr>
<td>Options purchased</td>
<td>33,898</td>
<td>40,898</td>
<td>50,898</td>
<td>60,898</td>
</tr>
<tr>
<td>Total</td>
<td>1,091,934</td>
<td>1,174,485</td>
<td>1,284,485</td>
<td>1,362,485</td>
</tr>
</tbody>
</table>

### Total derivatives

<table>
<thead>
<tr>
<th></th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total derivatives</td>
<td>4,807,407</td>
<td>4,764,395</td>
<td>4,583,395</td>
<td>4,392,395</td>
</tr>
</tbody>
</table>

### Credit derivatives

<table>
<thead>
<tr>
<th></th>
<th>Q2/09</th>
<th>Q1/09</th>
<th>Q4/08</th>
<th>Q3/08</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total derivatives</td>
<td>4,807,407</td>
<td>4,764,395</td>
<td>4,583,395</td>
<td>4,392,395</td>
</tr>
</tbody>
</table>

### Market and credit valuation adjustments

1. Market and credit valuation adjustments that are determined on an instrument-specific basis are included. For the remaining instruments, these adjustments are pooled on a basis and thus, have been excluded.
2. As at Q2/10, the total credit equivalent amount after netting includes collateral applied of $6 billion.
3. Comprises precious metal, commodity and equity-linked derivative contracts.
4. As at Q2/10, the total credit equivalent amount after netting includes collateral applied of $6 billion.

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**2nd Quarter 2010 - Supplementary Financial Information**

**ROYAL BANK OF CANADA**
### CALCULATION OF ROE AND RORC

**Canadian Banking**

<table>
<thead>
<tr>
<th></th>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income available to common shareholders</td>
<td>719</td>
<td>762</td>
<td>702</td>
<td>651</td>
<td>568</td>
<td>686</td>
<td>669</td>
<td>702</td>
</tr>
<tr>
<td>Average risk capital</td>
<td>6,550</td>
<td>5,600</td>
<td>5,500</td>
<td>5,450</td>
<td>5,350</td>
<td>5,250</td>
<td>5,250</td>
<td>5,150</td>
</tr>
<tr>
<td>Add: Average goodwill and other intangibles</td>
<td>2,000</td>
<td>2,050</td>
<td>2,000</td>
<td>1,950</td>
<td>1,750</td>
<td>1,750</td>
<td>1,800</td>
<td>1,750</td>
</tr>
<tr>
<td>Average attributed capital</td>
<td>8,550</td>
<td>7,650</td>
<td>7,500</td>
<td>7,400</td>
<td>7,100</td>
<td>7,000</td>
<td>7,050</td>
<td>6,900</td>
</tr>
<tr>
<td>ROE</td>
<td>34.6%</td>
<td>39.6%</td>
<td>39.7%</td>
<td>34.9%</td>
<td>32.9%</td>
<td>39.8%</td>
<td>37.7%</td>
<td>40.4%</td>
</tr>
<tr>
<td>Return on risk capital (ROCR)</td>
<td>45.0%</td>
<td>53.6%</td>
<td>50.5%</td>
<td>47.3%</td>
<td>43.7%</td>
<td>51.8%</td>
<td>50.8%</td>
<td>54.1%</td>
</tr>
</tbody>
</table>

**Wealth Management**

| Net income available to common shareholders | 83 | 211 | 153 | 159 | 119 | 122 | 112 | 182 | 180 |
| Average risk capital | 950 | 1,150 | 1,150 | 1,150 | 1,150 | 1,150 | 1,105 | 1,105 | 1,100 |
| Add: Average goodwill and other intangibles | 2,600 | 2,700 | 2,700 | 2,750 | 2,800 | 2,800 | 2,600 | 2,400 | 1,100 |
| Average attributed capital | 3,550 | 3,850 | 3,850 | 3,800 | 3,950 | 3,950 | 3,650 | 3,450 | 2,100 |
| ROE | 9.6% | 21.8% | 10.8% | 16.5% | 12.3% | 12.3% | 12.3% | 21.0% | 34.8% |
| Return on risk capital (ROCR) | 36.2% | 72.9% | 53.3% | 59.2% | 43.2% | 41.8% | 42.8% | 69.5% | 72.4% |

**Insurance**

| Net income available to common shareholders | 104 | 115 | 101 | 164 | 111 | 101 | 58 | 136 | 103 |
| Average risk capital | 7,300 | 6,700 | 7,200 | 7,150 | 7,050 | 6,550 | 5,050 | 5,050 | 3,900 |
| Add: Average goodwill and other intangibles | 3,550 | 3,750 | 3,800 | 3,900 | 5,550 | 5,500 | 5,000 | 5,000 | 3,200 |
| Average attributed capital | 6,550 | 6,450 | 6,500 | 7,050 | 8,850 | 8,550 | 7,450 | 7,250 | 3,450 |
| ROE | 3.5% | 35.5% | 32.3% | 48.0% | 33.4% | 33.7% | 20.1% | 44.6% | 34.1% |
| Return on risk capital (ROCR) | 30.5% | 40.9% | 37.7% | 55.4% | 39.2% | 38.3% | 23.0% | 50.1% | 38.1% |

**International Banking**

| Net (loss) income available to common shareholders | (40) | (70) | (138) | (112) | (1,142) | (112) | (213) | (22) | 33 |
| Average risk capital | 3,000 | 2,700 | 2,850 | 3,150 | 3,250 | 3,050 | 2,450 | 2,300 | 2,150 |
| Add: Average goodwill and other intangibles | 3,050 | 3,750 | 3,800 | 3,900 | 5,550 | 5,500 | 5,000 | 5,000 | 3,200 |
| Average attributed capital | 6,550 | 6,450 | 6,500 | 7,050 | 8,850 | 8,550 | 7,450 | 7,250 | 3,450 |
| ROE | (2.5%) | (4.3%) | (8.3%) | (6.3%) | (53.3%) | (5.2%) | (11.4%) | (1.6%) | 3.0% |
| Return on risk capital (ROCR) | (5.4%) | (10.2%) | (19.4%) | (14.2%) | (143.6%) | (14.6%) | (34.9%) | (3.8%) | 6.3% |

**Corporate Support**

| Net (loss) income available to common shareholders | (89) | (140) | (190) | 84 | (166) | 49 | (110) | (26) | 16 |
| Average risk capital and other | 1,450 | 1,050 | 1,250 | 1,400 | 1,500 | 2,000 | 1,100 | 1,100 | 1,100 |
| Average under/(over) attribution of capital | 3,450 | 3,800 | 3,350 | 1,150 | (500) | (1,700) | (50) | 1,100 | 2,800 |
| Average attributed capital | 4,900 | 4,850 | 4,600 | 2,550 | 1,000 | 300 | 2,200 | 900 |
| ROE | 15.8% | 17.5% | 14.7% | 19.4% | 1.4% | 14.5% | 16.1% | 15.7% | 15.7% |
| Return on risk capital (ROCR) | 26.7% | 30.8% | 26.6% | 31.4% | (2.3%) | 22.7% | 26.3% | 31.1% | 26.5% |

**RBC**

| Net (loss) income available to common shareholders | 1,264 | 1,433 | 1,173 | 1,488 | (105) | 1,069 | 1,093 | 1,235 | 905 |
| Average risk capital | 19,450 | 18,450 | 17,900 | 18,800 | 18,950 | 18,700 | 16,500 | 15,750 | 14,150 |
| Average common equity | 32,850 | 32,450 | 31,600 | 30,400 | 30,550 | 29,200 | 27,000 | 25,250 | 23,400 |
| ROE | 15.8% | 17.5% | 14.7% | 19.4% | (1.4%) | 14.5% | 16.1% | 15.9% | 15.7% |
| Return on risk capital (ROCR) | 26.7% | 30.8% | 26.6% | 31.4% | (2.3%) | 22.7% | 26.3% | 31.1% | 26.5% |

---

1 Average risk capital, Goodwill and intangible capital, and Average attributed capital represent rounded figures. These amounts are calculated using methods intended to approximate the average of the daily balances for the period. ROE and RORC measures are based on actual balances before rounding.
2 Average risk capital includes Credit, Market (trading and non-trading), Insurance, Operational, Business and Fixed Asset risk capital. Average attributed capital includes risk capital plus the Goodwill and Intangible capital.
3 RORC is based on Average risk capital only. We do not report ROE and RORC for Corporate Support as they are considered not meaningful.
4 Other includes software intangible assets reclassified from Premises and equipment in Q1/09 on adoption of CICA Handbook Section 3064, Goodwill and Other Intangible Assets.