Highlights of First Quarter 2008 Results

February 29, 2008

Financial information is in Canadian dollars and is based on Canadian GAAP, unless otherwise indicated.
See slide 38 for definitions.

Caution regarding forward-looking statements

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

By their very nature, forward-looking statements require us to make assumptions and are subject to inherent risks and uncertainties, which give rise to the possibility that our predictions, forecasts, projections, expectations or conclusions will not prove to be accurate, that our assumptions may not be correct and that our objectives, strategic goals and priorities will not be achieved. We caution readers not to place undue reliance on these statements as a number of important factors could cause our actual results to differ materially from the expectations expressed in such forward-looking statements. These factors include credit, market, operational, liquidity and funding risks, and other risks discussed in our Q1 2008 Report to Shareholders and our 2007 Annual Report to Shareholders; general business and economic conditions in Canada, the United States and other countries in which we conduct business, including the impact from the continuing volatility in the U.S. subprime and related markets and lack of liquidity in various other financial markets; the impact of the movement of the Canadian dollar relative to other currencies, particularly the U.S. dollar, British pound and Euro; the effects of changes in government monetary and other policies; the effects of competition in the markets in which we operate; the impact of changes in laws and regulations; judicial or regulatory judgments and legal proceedings; the accuracy and completeness of information concerning our clients and counterparties; our ability to successfully execute our strategies and to complete and integrate strategic acquisitions and joint ventures successfully; changes in accounting standards, policies and estimates, including changes in our estimates of provisions and allowances; and our ability to attract and retain key employees and executives.

We caution that the foregoing list of important factors is not exhaustive and other factors could also adversely affect our results. When relying on our forward-looking statements to make decisions with respect to us, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as required by law, we do not undertake to update any forward-looking statement, whether written or oral, that may be made from time to time by us or on our behalf.

Additional information about these and other factors can be found in our Q1 2008 Report to Shareholders and in our 2007 Annual Report to Shareholders.

Information contained in or otherwise accessible through the websites mentioned does not form a part of this presentation. All references in this presentation to websites are inactive textual references and are for your information only.

Overview

Gordon M. Nixon

President & CEO

Earnings review

$ millions, except EPS & ROE

	Q1 2008	Q1 2007	Change vs. Q1 2007	Change vs. Q4 2007
Total revenue	$ 5,647	$ 5,698	$ (51)	$ 32
Net income	$ 1,245	$ 1,494	$ (249)	$ (79)
Diluted EPS	$ 0.95	$ 1.14	$ (0.19)	$ (0.06)
ROE	21.4%	27.3%	(590) bps	(160) bps

- Almost all businesses within our four segments performed solidly, with a few affected by difficult market conditions
- Diversified business mix, proactive approach to risk management and rigorous operational discipline continue to be key strengths

Items impacting earnings per share

$ millions

	Q1 2008	Q1 2007	Q4 2007
Diluted earnings per share	**$ 0.95**	**$ 1.14**	**$ 1.01**
Items impacting earnings per share (decrease)/increase			
Capital Markets			
Writedowns after-tax and related compensation adjustments	$ (0.15) [1]	-	$ (0.13)
Canadian Banking-related results			
Visa restructuring gain	-	-	$ 0.21
Increase to credit card customer loyalty reward program liability	-	-	$ (0.06)
Global Insurance			
Foreign currency translation adjustment	-	$ 0.03	-
Cumulative valuation adjustment	-	$ 0.02	-
Wealth Management			
Foreign exchange translation gain	-	$ 0.01	-
Appreciation of the C$ relative to the US$: Q1/08 vs. Q1/07	$ (0.03)		
Appreciation of the C$ relative to the US$: Q1/08 vs. Q4/07	-		

(1) See slide 10 for details.

Strategic goals

Vision
Always earning the right to be our clients' first choice

To be the undisputed leader in financial services in Canada

To build on our strengths in banking, wealth management and capital markets in the United States

To be a premier provider of selected global financial services

Performance vs. 2008 objectives

	2008 Objectives	Q1 2008 Performance	
Diluted EPS growth	7% -10%	(17)%	
Defined operating leverage (1)	> 3%	(0.2)%	
Return on common equity (ROE)	20%+	21.4%	
Tier 1 capital ratio (2)	8%+	9.8%	
Dividend payout ratio	40% – 50%	52%	
	Medium-term Objective	**3-year**	**5-year**
Total shareholder return (in home currency) (vs. 7 Canadian and 13 U.S. financial institutions)	Top quartile	Top quartile	2nd quartile

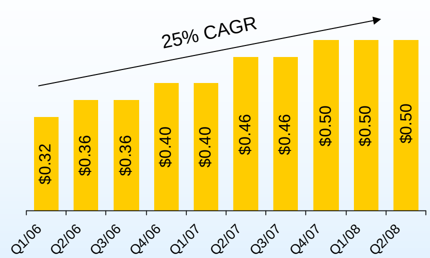
- We anticipated early 2008 would be challenging and Q1 2008 should be viewed in this context
- Expect economic growth in the U.S. and Canada to pick up in the latter part of 2008, and continue to drive towards achieving our 2008 annual objectives

(1) Revenue growth rate (as adjusted) minus non-interest expense growth rates (as adjusted). Non-GAAP. See slide 39.

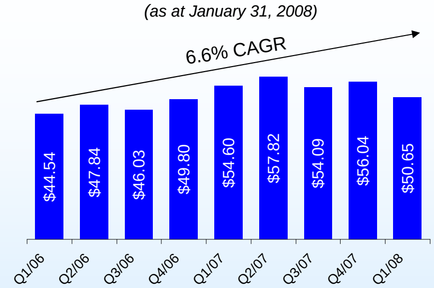
(2) Calculated using guidelines adopted by the OSFI under the new Basel II framework.

Outperforming over the long-term

Common Share Dividends



Share Price
(as at January 31, 2008)



Total Shareholder Return (in home currency, as at Jan. 31, 2008)	**1-year**	**3-year**	**5-year**	**10-year**
RBC	(4)%	21%	16%	14%
S&P/TSX Composite Index	3%	15%	17%	9%
S&P 500 Index	(2)%	7%	12%	5%
RBC rank vs. peer group (7 Canadian and 13 U.S. financial institutions)	# 9	# 2	# 6	# 2

Risk Review

Morten Friis

Chief Risk Officer

Details on Q1 2008 writedowns

$ millions and pre-tax except as noted otherwise

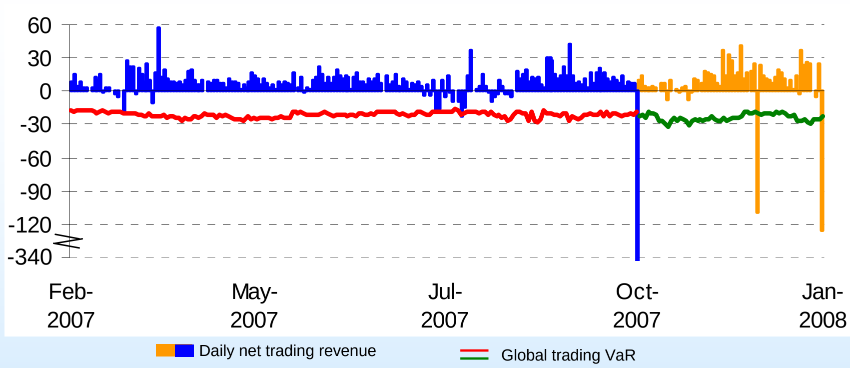
	Description	Amount
U.S. subprime	• Writedowns on credit default swaps with monoline insurers (ACA and MBIA)	$ 201
	• Writedowns on other U.S. subprime exposures	$ 87
U.S. asset-backed paper	• Losses related to lack of liquidity in three areas, none of which contain U.S. subprime:	
	– U.S. municipal GICs	$ 92
	– U.S. auction rate securities	$ 28
	– U.S. commercial mortgage-backed securities	$ 22
Total (pre-tax)		**$ 430**
Total (after-tax and related compensation adjustments)		**$ 187**

Remaining exposure to U.S. subprime

Net: US$639 million (0.1% of total assets) – (includes MBIA insurance)
Gross: US$2.8 billion (< 0.5% of total assets)

RBC Global Trading VaR (1)

$ millions



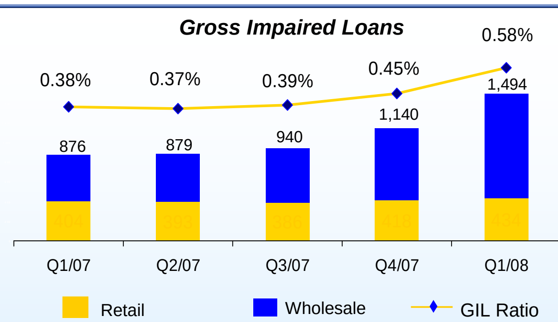
- Significant volatility in equity and credit markets in Q1
- Two days of large net trading losses reflect writedowns related to subprime described on slide 10

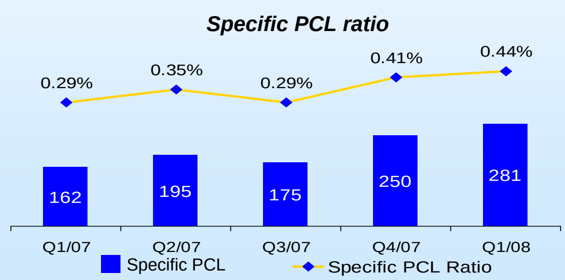
(1) Trading revenue on a taxable equivalent basis, excluding revenue related to consolidated VIEs.

Credit Quality

$ millions

Ratios moving in line with historical averages





Total Provision for Credit Losses

$ millions

Portfolio Segment	Q1 2008	Q1 2007	Q4 2007
Retail – Residential, Personal & Small business (1)	$ 122	$ 101	$ 109
Retail – Credit Cards	65	49	57
Wholesale (2)	94	12	84
Total Specific PCL	**$ 281**	**$ 162**	**$ 250**
Total General Provision	**12**	**-**	**13**
Total PCL	**$ 293**	**$ 162**	**$ 263**

- Portfolio remains within an acceptable loss range with stresses confined to certain areas
- Increase in total provision YoY has trended up towards the historical average

(1) Includes small business exposure managed on a pooled basis.
(2) Includes small business exposure managed on an individual client basis.

First Quarter 2008 Financial Review

Janice Fukakusa

Chief Financial Officer

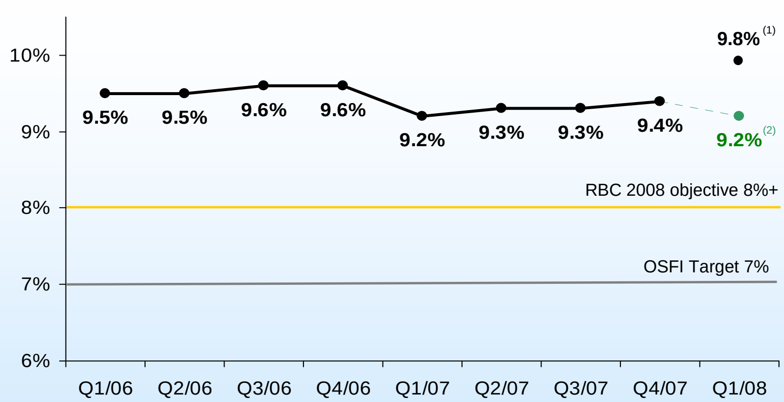
Q1 2008 Performance Review

$ millions

	Q1/08	Change vs. Q1/07	Change vs. Q4/07
Total revenue	**$ 5,647**	**$ (51)**	**$ 32**
Non-Interest Expense (NIE)	3,120	53	27
Net income	**$ 1,245**	**$ (249)**	**$ (79)**

- Almost all businesses performed solidly, with a few affected by difficult market conditions
- Q1/08 earnings impacted by writedowns in Capital Markets, higher PCL in our U.S. banking business and strong appreciation of the C$ against the US$
- Q1/07 and Q4/07 earnings impacted by items outlined on slide 5

Strong Tier 1 Capital Ratio



(1) Beginning Q1/08, calculated using guidelines issued by the OSFI under the new Basel II framework.
(2) Calculated using guidelines issued by the OSFI under the Basel I framework.

First Quarter 2008
Business Segment Review

Janice Fukakusa

Chief Financial Officer

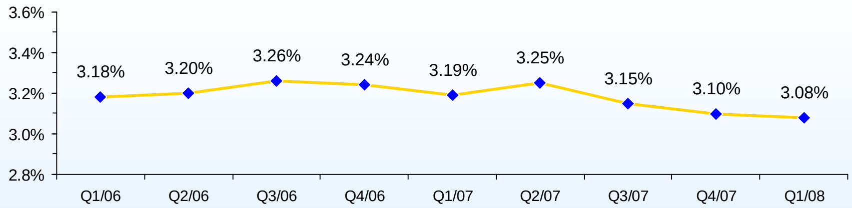
Canadian Banking Performance

$ millions	Q1 2008	Change vs. Q1/07	Change vs. Q4/07
Total revenue	**$ 3,248**	**5%**	**(6)%**
Banking-related revenue	2,408	8%	(6)%
Global Insurance revenue	840	(2)%	(5)%
Provision for credit losses (PCL)	214	18%	1%
Insurance policyholder benefits, claims and acquisition expense (PBCAE)	616	19%	(3)%
Non-interest expense (NIE)	1,331	4%	(2)%
Total net income	**$ 762**	**(1)%**	**(15)%**
Banking-related net income	$ 673	15%	(16)%
Global Insurance net income	$ 89	(52)%	(13)%

- Q1/08 earnings impacted by items in Q1/07 and Q4/07 as outlined on slide 5
- Volume growth across all our banking-related businesses drove results over both periods with market share advances in key areas such as residential mortgages and personal deposits
- Banking-related operating leverage of 4.1%

(1) Non-GAAP. See slide 39.

Canadian Banking Net Interest Margin



- NIM decreased YoY due to change in product mix and lower spreads on credit cards and personal deposits

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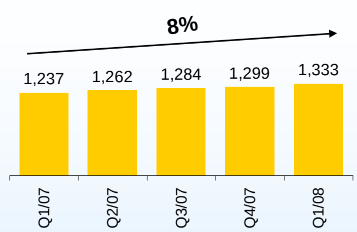
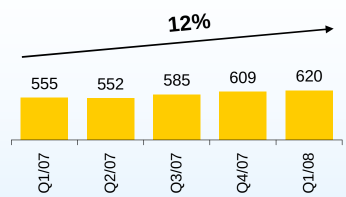
Canadian Banking-related Revenue

$ millions

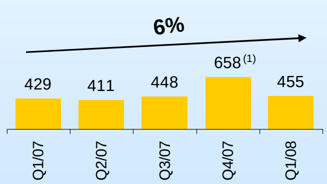
Personal Financial Services



Business Financial Services



Cards & Payment Solutions



(1) Includes $326mm (pre-tax) Visa restructuring gain and $121mm (pre-tax) charge to increase credit card customer loyalty reward program liability.

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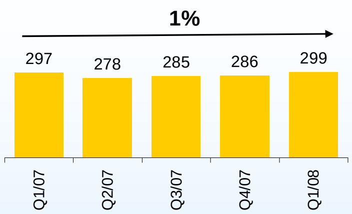
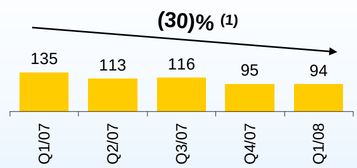
Global Insurance: Gross premiums and deposits

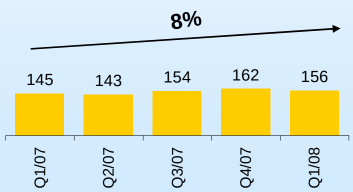
Canadian life and health



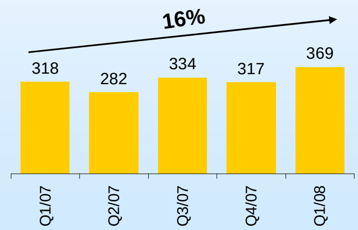
U.S. life and health



Canadian property & casualty



Reinsurance & other



(1) CAD appreciation against USD reduced Q1/08 growth by approx. 14% or $19mm over last year.

Wealth Management Performance

$ millions	Q1 2008	Change vs. Q1/07	Change vs. Q4/07
Total revenue	**$ 953**	**(4)%**	**(3)%**
Net interest income	112	4%	3%
Fee-based revenue [(1)]	539	7%	0%
Transactional and other revenue [(1)]	302	(21)%	(11)%
Non-interest expense (NIE)	688	(2)%	(6)%
Net income	**$ 181**	**(14)%**	**1%**

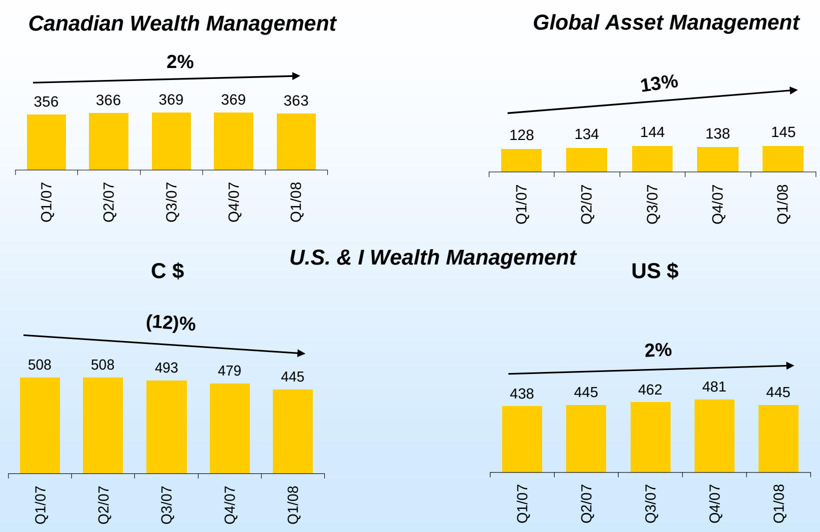
$ billions	Q1 2008	Change vs. Q1/07	Change vs. Q4/07
Assets Under Administration	$ 485	(5)%	(1)%
Assets Under Management	$ 165	5%	2%

- Increased fee-based client assets across our business and had solid deposit and loan growth over last year in international wealth management business
- Earnings impacted by favourable items in Q1 2007, and strong appreciation of the Canadian dollar against the U.S. dollar which reduced earnings over last year

(1) Reported as Non-Interest income.

Wealth Management Revenue

$ millions



RBC

U.S. & International Banking Performance

$ millions	Q1/08	Change vs. Q1/07	Change vs. Q4/07
Total revenue	**$ 485**	**9%**	**7%**
Provision for credit losses (PCL)	71	n.m.	(1)%
Non-interest expense (NIE)	378	9%	4%
Net income	**$ 31**	**(54)%**	**48%**

$ billions	Q1/08	Change vs. Q1/07	Change vs. Q4/07
Assets under administration – RBC Dexia IS (as at December 31, 2007)	**$ 2,922**	**10%**	**8%**

- Results impacted by higher PCL in our U.S. banking business
- In U.S. dollars, U.S. banking delivered solid increases in loans and deposits over last year from acquisitions in 2007
- RBC Dexia IS grew assets under administration over both periods

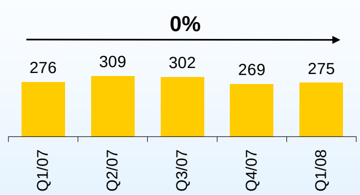
RBC

U.S. & International Banking Revenue

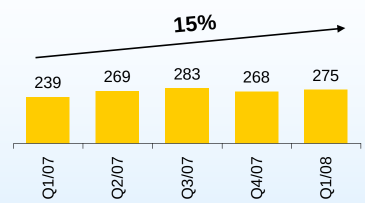
$ millions

Banking

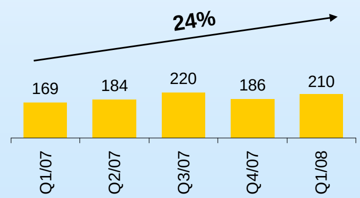
C $



US $



RBC Dexia IS



Capital Markets Performance

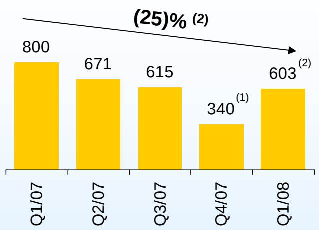
$ millions	Q1 2008	Change vs. Q1/07	Change vs. Q4/07
Total revenue (teb)	**$ 1,132**	**(8)%**	**38%**
Provision for (recovery) of credit losses	28	n.m.	n.m.
Non-interest expense (NIE)	734	(1)%	26%
Net income	**$ 304**	**(23)%**	**63%**

- Q1 2008 impacted by writedowns described on slide 10 ($187 million after-tax and related compensation adjustments)
- Several businesses performed well due to declining interest rates and increased volatility, including fixed income, foreign exchange and equity derivatives trading

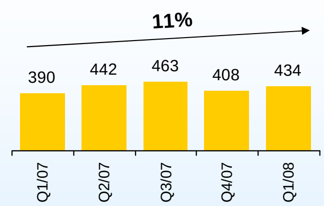
Capital Markets Revenue

Teb $ millions

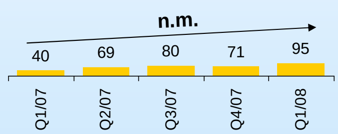
Global Markets



Global Investment Banking & Equity Markets



Other

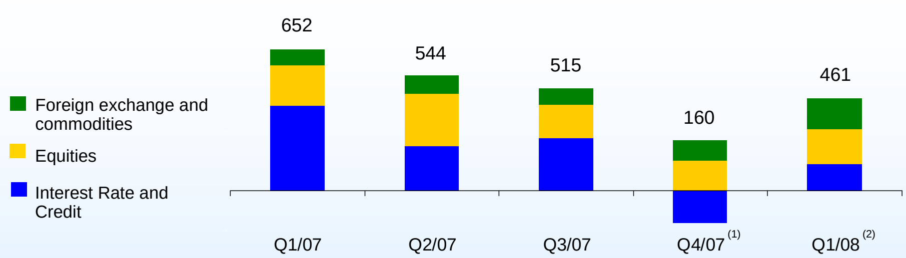


(1) Includes writedowns related to U.S. subprime RMBS and CDOs of ABS.

(2) Includes writedowns related to losses in U.S. subprime, and the investment portfolio supporting our U.S. Municipal GIC business, the U.S. CMBS business, and our U.S. auction rate securities portfolio.

RBC Total Trading Revenue

$ millions



RBC Total trading revenue as a % of Total revenue	**11.4%**	**9.6%**	**9.4%**	**2.8%**	**8.2%**
Total Trading Revenue (teb)	**721**	**608**	**592**	**273**	**591**

- Trading revenue down over last year due to writedowns described on slide 10
- Higher trading revenue over Q4 2007 driven by fixed income, foreign exchange and equity derivatives

(1) Includes writedowns of $357 mm pre-tax ($160 mm after-tax and compensation adjustments).
(2) Includes writedowns of $430 mm pre-tax ($187 mm after-tax and compensation adjustments).

Appendices

Defined Operating Leverage (1)

$ millions, except percentage amounts	Q1 2008	Q1 2007	Q1/08 vs. Q1/07
Total revenue	$ 5,647	$ 5,698	
add: teb adjustment	132	70	
less: Revenue related to VIEs	5	11	
less: Global Insurance revenue	840	860	
less: Impact of financial instruments accounting standards (2)	-	33	
Total revenue (adjusted)	$ 4,934	$ 4,864	1.4%
Non-interest expense	$ 3,120	$ 3,067	
less: Global Insurance-related non-interest expense	135	128	
Non-interest expense (adjusted)	$ 2,985	$ 2,939	1.6%
Defined operating leverage (1)			**(0.2)%**

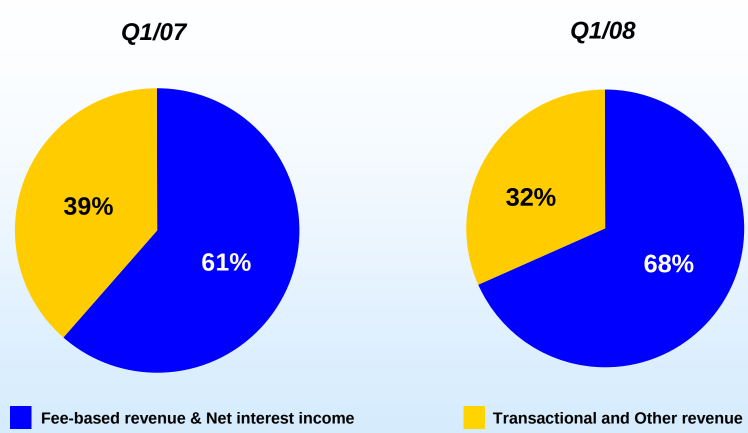
(1) Non-GAAP. See slide 39.
(2) Excludes the impact related to Global Insurance.

Domestic Market Share and Ranking

		Rank [1]	Market Share [2] (Nov. 2007)	Balance Growth [3] (Q1/08 vs. Q1/07)
Leadership in most personal products	Consumer lending (residential mortgages, personal loans and credit cards)	1	15.4%	14%
	Personal core deposits	2	13.8%	16%
	Personal investments (GICs + mutual funds)	1	12.0%	3%
Leadership in business products	Business deposits and investments [4]	1	22.8%	6%
	Business loans	1	12.3%	10%

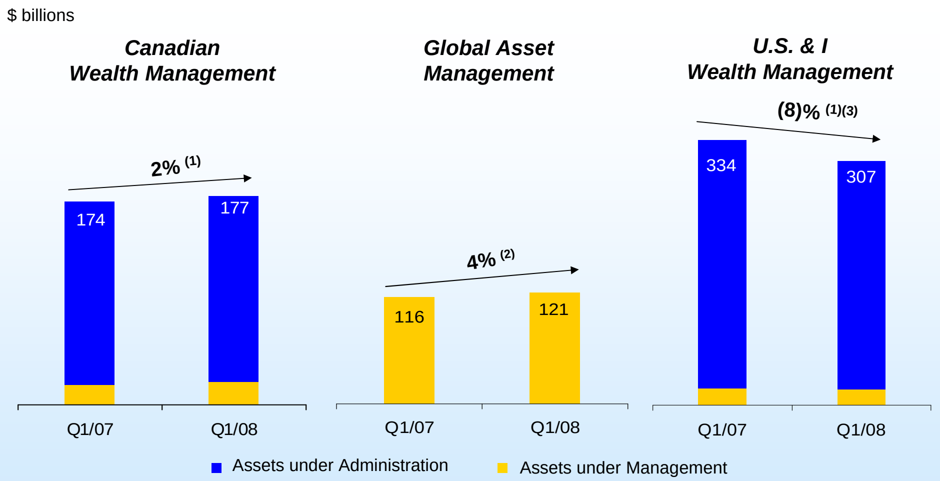
(1) Market share rank among financial institutions in Canada. Source: RBC.
(2) Reflects CAD balances (including securitized balances) in Canadian Banking and Capital Markets.
(3) Reflects average balances (spot balance for Mutual Funds) within Canadian Banking only.
(4) Excludes market share of non-bank financial institutions.

Wealth Management Revenues



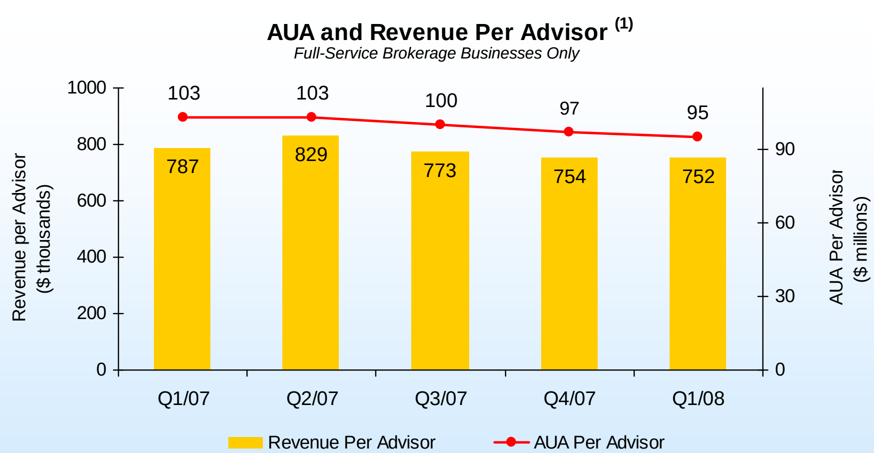
<u>Increasing fee-based revenue and net interest income</u>

Wealth Management AUA and AUM



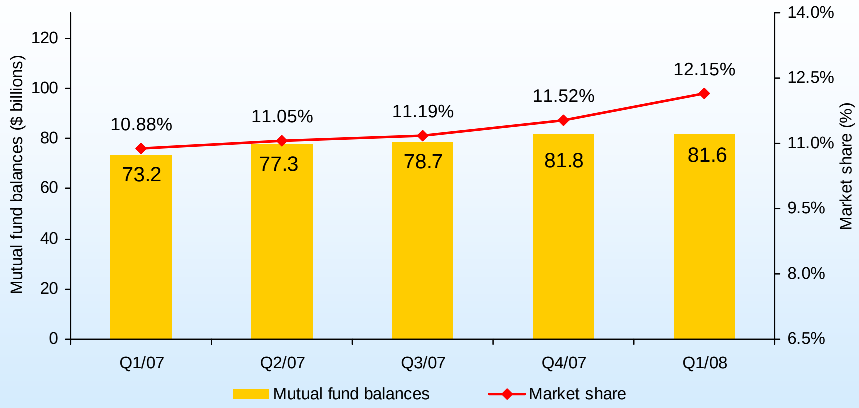
(1) Represents growth in assets under administration (AUA) only.
(2) Includes RBC Asset Management and Voyageur Asset Management AUM. CAD appreciation against USD reduced Q1/08 AUM growth by approximately 5% compared to last year.
(3) CAD appreciation against USD reduced Q1/08 AUA growth by approximately 16% compared to last year.

Productivity per Advisor



(1) Includes Investment Advisors and Financial Consultants. Includes J.B. Hanauer. CAD appreciation against USD reduced Q1/08 AUA per advisor and revenue per advisor growth by approximately 8% and 6%, respectively, compared to last year.

Canadian Mutual Fund Balances and Market Share



Continued to lead in overall net sales and grow market share

 Source: RBC. Market share figures as at January 31, 2008.

Top two in Canadian mutual fund industry

Adding Phillips, Hager & North's (PH&N) mutual fund assets will reinforce RBC's leadership in the Canadian fund industry – 70% larger than next competitor (1)

Rank	Company	Net Assets ($ millions)	Market Share
1	IGM Financial	103,865	15.5%
2	RBC Asset Management + PH&N	101,096	15.1%
2	RBC Asset Management	81,602	12.2%
3	CI Investments	59,097	8.8 %
4	TD Asset Management	54,879	8.2 %
5	CIBC Asset Management	49,467	7.4 %
6	AIM Trimark Investments	42,341	6.3 %
7	Fidelity Investments Canada	40,031	6.0 %
8	BMO Financial Group	36,422	5.4 %
9	AGF Funds	27,707	4.1 %
10	Franklin Templeton	25,139	3.7 %
11	Dynamic Mutual Funds	20,417	3.0 %
12	PH&N	19,494	2.9 %

(1) Acquisition is subject to regulatory approvals and customary closing conditions.
Source: As reported to IFIC. Data as of January 31, 2008, total market reported $671,593,000.

Protection from Monoline Insurers

(as at January 31, 2008)

Logan CDOs	• US$4.4 billion of insurance by MBIA and US$0.6 billion in cash collateralized CDS on the following assets: – U.S. subprime-related assets: US$2.2 billion – CDOs of corporate names (no subprime): US$2.8 billion • Fair value of insurance and cash collateralized CDS is US$1.3 billion • MBIA's financial strength rated Aaa/Negative by Moody's and AAA/Negative by S&P (affirmed February 26, 2008 and February 25, 2008, respectively)
Longport CDO	• US$296 million of insurance by ACA (no value to insurance)
Trading assets	• US$1.1 billion of insurance on trading assets (CDOs of corporate names, single name corporate CDS, interest rate swaps) • Fair value of insurance is $48 million • Assets do not contain subprime
Third-party originated assets	• US$3.3 billion of insurance on third party originated assets (U.S. municipal bonds, auction rate securities, GICs, public infrastructure bonds) • Assets do not contain subprime

Definitions

Compound annual growth rate (CAGR): Rate at which an investment grows annually to reach a given end value.

Collateralized debt obligations (CDO): An investment-grade security, that is backed by a pool of bonds, loans and/or any other type of debt instrument.

Commercial mortgage-backed securities (CMBS): Securities created through the securitization of commercial mortgage loans.

Defined operating leverage: Difference between revenue growth rate (as adjusted) and non-interest expense growth rate (as adjusted). Revenue is based on teb, excluding consolidated variable interest entities (VIEs), and Global Insurance revenue. Our revenue in 2007 excludes accounting adjustments related to the financial instruments accounting standards. Non-interest expense excludes Global Insurance expense.

GIL ratio: Gross impaired loans as a percentage of related loans and acceptances.

Gross premiums and deposits: Net earned premiums equals gross premiums and deposits less the cost of premiums to other institutions for reinsurance coverage.

MBIA: Subsidiary of MBIA Inc. with a financial strength rating of Aaa/Negative by Moody's (affirmed February 26, 2008) and AAA/Negative by S&P (affirmed February 25, 2008).

Net interest margin (average assets): Net interest income divided by average assets.

Net interest margin (average earning assets): Net interest income divided by average earning assets.

Non- bank sponsored asset-backed commercial paper (ABCP): Short-term promissory note issued primarily by corporations, which is securitized by loans or other receivables.

n.m.: Not meaningful

RBC Dexia IS AUA: Represents the total Assets under Administration of the joint venture as at December 31, 2007.

Residential mortgage-backed securities (RMBS): Securities created through the securitization of residential mortgage loans.

Specific PCL ratio: Specific provision for credit losses as % of average loans and acceptances.

Teb: Taxable equivalent basis. A measure that increases Net interest income from certain tax advantaged sources (in our case, Canadian taxable corporate dividends) to their tax equivalent value, making it comparable to income from taxable sources. There is an offsetting adjustment in the tax provision, thereby generating the same after-tax net income as reported under GAAP.

VIE: Variable Interest Entity. Starting in Q1 2005, we consolidated certain entities in accordance with Accounting Guidelines 15. Revenue and expense from certain consolidated VIEs have been included in Capital Markets results. Amounts relate to third parties and do not impact our results

 Note: Please see our Q1 2008 Report to Shareholders for all reconciliations and definitions.

Note to users

We use a variety of financial measures to evaluate our performance. In addition to GAAP prescribed measures, we use certain non-GAAP measures we believe provide useful information to investors regarding our financial condition and results of operations. Readers are cautioned that non-GAAP measures, such as Defined operating leverage (adjusted), Canadian Banking-related results excluding certain items do not have any standardized meanings prescribed by Canadian GAAP, and therefore, are unlikely to be comparable to similar measures presented by other companies.

Reconciliations of non-GAAP measures to GAAP measures can be found throughout this presentations.

Additional information about our non-GAAP measures can be found under the "Key performance and non-GAAP measures" section in our Q1 2008 Report to Shareholders.

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