

## RBC's Equator Principles Reporting

The Equator Principles are a voluntary, international framework for financial institutions to identify, assess and manage the environmental and social risks of Projects. RBC was the first Canadian bank to sign the Equator Principles in 2003, and we recommitted to the revised Principles in 2006 and in 2013.

Equator Principles signatories must report annually on transactions that were subject to the Principles and have reached financial close, and on Equator Principles implementation processes and experience. In 2019, RBC applied the Equator Principles framework to three (3) Project Finance Advisory Service mandates, five (5) Project Finance transactions and here (3) Project-Related Corporate Loans.

### OVERVIEW OF EQUATOR PRINCIPLES TRANSACTIONS

PROJECT FINANCE ADVISORY SERVICES			
	2019	2018	2017
Mandated	3	2	2
PROJECT FINANCE			
Category <sup>1</sup>	2019	2018	2017
A	1	0	1
B	3	5	6
C	1	0	1
PROJECT-RELATED CORPORATE LOANS			
Category <sup>1</sup>	2019	2018	2017
A	0	0	0
B	3	0	0
C	0	0	1
<p><sup>1</sup> When a Project is proposed for financing, it is categorized according to the magnitude of its potential environmental and social risks and impacts. This screening is based on the environmental and social categorization process of the International Finance Corporation.</p> <p>Category A – Projects with potentially significant adverse social or environmental impacts which are diverse, irreversible or unprecedented.</p> <p>Category B – Projects with potentially limited adverse social or environmental impacts that are few in number, generally site-specific, largely reversible and readily addressed through mitigation measures.</p> <p>Category C – Projects with minimal or no social or environmental impacts.</p> <p>For additional information, visit <a href="http://equator-principles.com">equator-principles.com</a>.</p>			

A detailed summary of RBC's Equator Principles transactions for the 2019 fiscal year<sup>1</sup> is provided in the tables below.

PROJECT FINANCE ADVISORY SERVICES		
<b>Sector</b>	Mining	-
	Infrastructure	1
	Oil & Gas	2
	Power	-
	Others	-
<b>Region</b>	Americas	3
	Europe, Middle East, Africa	-
	Asia Pacific	-
<b>Total Mandated</b>		<b>3</b>

Category	PROJECT FINANCE			PROJECT-RELATED CORPORATE LOANS		
	A	B	C	A	B	C
<b>Sector</b>						
Mining	-	-	-	-	-	-
Infrastructure	-	1	1	-	-	-
Oil & Gas	1	2	-	-	1	-
Power	-	-	-	-	1	-
Others	-	-	-	-	1	-
<b>Region</b>						
Americas	1	3	1	-	3	-
Europe, Middle East, Africa	-	-	-	-	-	-
Asia Pacific	-	-	-	-	-	-
<b>Country Designation</b>						
Designated Country	1	2	1	-	3	-
Non-Designated Country	-	1	-	-	-	-
<b>Independent Review</b>						
Yes	1	3	-	-	1	-
No	-	-	1	-	2	-
<b>Total that Reached Financial Close</b>	<b>-</b>	<b>5</b>	<b>-</b>	<b>-</b>	<b>3</b>	<b>-</b>

<sup>1</sup> RBC's 2019 fiscal year is from November 1, 2018 to October 31, 2019.