

Pricing Supplement dated 19 April 2011



ROYAL BANK OF CANADA
(a Canadian chartered bank)

**Issue of CHF200,000,000 Covered Bonds due 21 April 2021
under the**

€15,000,000,000

Global Covered Bond Programme
unconditionally and irrevocably guaranteed as to payments by
RBC COVERED BOND GUARANTOR
LIMITED PARTNERSHIP
(a limited partnership formed under the laws of Ontario)

Notice Regarding Offers in the EEA

The Prospectus referred to below (as contemplated by this Pricing Supplement) has been prepared on the basis of any offer of Covered Bonds in any Member State of the European Economic Area which has implemented the Prospectus Directive (2003/71/EC) (each, a "**Relevant Member State**") will be made pursuant to an exemption under the Prospectus Directive, as implemented in that Relevant Member State, from the requirement to publish a prospectus for offers of the Covered Bonds. Accordingly, any person making or intending to make an offer in that Relevant Member State of the Covered Bonds may only do so in circumstances in which no obligation arises for the Issuer or any Dealer to publish a prospectus pursuant to Article 3 of the Prospectus Directive or supplement a prospectus pursuant to Article 16 of the Prospectus Directive, in each case, in relation to such offer. Neither the Issuer nor any Dealer has authorized, nor do they authorize, the making of any offer of Covered Bonds in any other circumstances.

PART A – CONTRACTUAL TERMS

Terms used herein shall be deemed to be defined as such for the purposes of the Conditions (the "**Conditions**") set forth in the Prospectus dated April 6, 2011 which constitutes a base prospectus for the purposes of Directive 2003/71/EC (the "**Prospectus Directive**"). This document constitutes the Pricing Supplement of the Covered Bonds described herein and must be read in conjunction with such Prospectus. Full information on the Issuer and the offer of the Covered Bonds is only available on the basis of the combination of this Pricing Supplement, the Prospectus and the Swiss Listing Prospectus dated as of 19 April 2011 and prepared for the listing of the Covered Bonds on the SIX Swiss Exchange (the "**Swiss Listing Prospectus**"). References in the Conditions to "Final Terms" shall be deemed to be references to the terms set out below. The Prospectus and the Swiss Listing Prospectus (including all documents incorporated by reference therein) are available free of charge from Credit Suisse AG, Uetlibergstrasse 231, CH-8070 Zurich, Switzerland.

1. (i) Issuer: Royal Bank of Canada

Branch: Main Toronto Branch located at the Executive
Offices at the address indicated at the back of the
Prospectus
- (ii) Guarantor LP: RBC Covered Bond Guarantor Limited

- Partnership
2. (i) Series Number: CB7
 - (ii) Tranche Number: 1
 3. Specified Currency or Currencies: Swiss Francs ("CHF")
(Condition 1.10)
 4. Aggregate Principal Amount: CHF200,000,000
 - (i) Series: CHF200,000,000
 - (ii) Tranche: CHF150,000,000 (the "**Tranche 1a Covered Bonds**"); and
CHF 50,000,000 (the "**Tranche 1b Covered Bonds**")
 5. Issue Price: 100.706 per cent. of the Aggregate Principal Amount in respect of the Tranche 1a Covered Bonds and 98.562 per cent. of the Aggregate Principal Amount in respect of the Tranche 1b Covered Bonds
 6. (a) Specified Denominations: CHF5,000 and multiples thereof
(Condition 1.08 or 1.09)
 - (b) Calculation Amount: CHF5,000
 7. (i) Issue Date: 21 April 2011
 - (ii) Interest Commencement Date: Issue Date
 8. (i) Final Maturity Date: 21 April 2021
 - (ii) Extended Due for Payment Date of Guaranteed Amounts corresponding to the Final Redemption Amount under the Covered Bond Guarantee: The Interest Payment Dated falling in or nearest to April 2022
 9. Interest Basis: 2.25 per cent. per annum Fixed Rate, payable annually in arrear from and including the Interest Commencement Date to but excluding the Final Maturity Date.

In the event that the Issuer does not redeem the Covered Bonds in full on the Final Maturity Date, the Covered Bonds will bear interest at the rate of 1-month CHF LIBOR + 0.04 per cent. per annum Floating Rate, payable monthly in arrear from and including the Final Maturity Date, to but excluding the Extended Due for Payment Date.

(further particulars specified below)

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| 10. | Redemption/Payment Basis: | Redemption at par |
| 11. | Change of Interest or Redemption/
Payment Basis: | Applicable – see item 9 above. |
| 12. | Put/Call Options: | Not Applicable |
| 13. | (i) Status of the Covered
Bonds: | Senior |
| | (ii) Status of the Guarantee: | Senior secured with recourse limited to the assets
of Guarantor LP |
| | (iii) Date [Board] approval for
issuance of Covered
Bonds obtained: | Not Applicable |
| 14. | Method of distribution: | Syndicated |

PROVISIONS RELATING TO INTEREST (IF ANY) PAYABLE

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| 15. | Fixed Rate Covered Bond
Provisions
(Condition 5.02) | Applicable from and including the Interest
Commencement Date, to but excluding the Final
Maturity Date. |
| | (i) Rate of Interest: | 2.25 per cent. per annum payable annually in
arrear |
| | (ii) Interest Payment Date(s): | 21 April in each year (not adjusted), commencing
on 21 April 2012, up to and including the Final
Maturity Date. |
| | (iii) Fixed Coupon Amount[(s)]: | CHF112.50 per Calculation Amount |
| | (iv) Broken Amount(s): | Not Applicable |
| | (v) Day Count Fraction: | 30/360 |
| | (vi) Determination Dates: | Not Applicable |
| | (vii) Other terms relating to the
method of calculating
interest for Fixed Rate
Covered Bonds: | Not Applicable |
| 16. | Floating Rate Covered Bond
Provisions
(Condition 5.03) | Applicable from and including the Final Maturity
Date, to but excluding the Extended Due for
Payment Date. |
| | (i) Interest Period(s): | The period from and including each Specified
Interest Payment Date to, but excluding, the
following Specified Interest Payment Date. |
| | (ii) Specified Interest Payment
Dates: | In respect of the period from (and including) the
Maturity Date up to (but excluding) the Extended
Due for Payment Date, the Interest Payment
Dates will be the 21 st of each month, subject to
adjustment in accordance with the Modified
Following Business Day Convention, commencing
on 21 May, 2021 and ending on the earlier of (i) |

		the date on which the Covered Bonds are redeemed and (ii) the Extended Due for Payment Date.
(iii)	Business Day Convention:	Modified Following Business Day Convention
(iv)	Business Centre(s):	Zurich, London, New York and Toronto
(v)	Manner in which the Rate(s) of Interest is/are to be determined:	Screen Rate Determination
(vi)	Party responsible for calculating the Rate(s) of Interest and Interest Amount(s) (if not the Issuing and Paying Agent):	Credit Suisse AG Uetlibergstrasse 231 CH-8070 Zurich Switzerland
(vii)	Screen Rate Determination:	
	– Reference Rate:	1-month CHF LIBOR
	– Interest Determination Date(s):	The second London Business Day prior to the start of each relevant Interest Period
	– Relevant Screen Page:	Reuters Page LIBOR02
	– Relevant Time:	11:00a.m. London time
	– Reference Banks:	As defined in the ISDA Definitions
(viii)	ISDA Determination:	Not Applicable
(ix)	Margin(s):	0.04 per cent. per annum
(x)	Minimum Rate of Interest: (Condition 5.05)	Not Applicable
(xi)	Maximum Rate of Interest: (Condition 5.05)	Not Applicable
(xii)	Day Count Fraction:	Actual/360
(xiii)	Fall back provisions, rounding provisions, denominator and any other terms relating to the method of calculating interest on Floating Rate Covered Bonds, if different from those set out in the Conditions:	Not Applicable
17.	Zero Coupon Covered Bond	Not Applicable

18. **Index-Linked Interest Covered Bond/other variable-linked interest Covered Bond Provisions** Not Applicable

19. **Dual Currency Covered Bond Provisions** Not Applicable

PROVISIONS RELATING TO REDEMPTION

20. **Call Option**
(Condition 6.03) Not Applicable

21. **Put Option**
(Condition 6.06) Not Applicable

22. **Final Redemption Amount of each Covered Bond** CHF5,000 per Calculation Amount

23. **Early Redemption Amount**

Early Redemption Amount(s) payable on redemption for taxation reasons or illegality or upon acceleration following an Issuer Event of Default or Guarantor LP Event of Default or other early redemption and/or the method of calculating the same (if required or if different from that set out in the Conditions): CHF5,000 per Calculation Amount

GENERAL PROVISIONS APPLICABLE TO THE COVERED BONDS

24. **Form of the Covered Bonds:** Bearer Covered Bonds:

The Covered Bonds shall be represented by a Permanent Global Covered Bond deposited with SIX SIS AG, in Olten, Switzerland ("**SIS**", which expression shall include any other clearing institution recognised by the SIX Swiss Exchange), or any other intermediary in Switzerland recognised for such purposes by the SIX Swiss Exchange (SIS or any such other intermediary, the "**Intermediary**"). Once the Permanent Global Covered Bond has been deposited with the Intermediary and entered into the accounts of one or more participants of the Intermediary, the Covered Bonds will constitute intermediated securities ("**Intermediated Securities**") in accordance with the provisions of the Swiss Federal Intermediated Securities Act.

Each holder of the Covered Bonds shall have a *quotal co-ownership interest (Miteigentumsanteil)* in the Permanent Global Covered Bond to the extent of his claims against the Issuer, provided that for so long as the Permanent Global Covered Bond remains deposited with the Intermediary the co-ownership interest shall be suspended and the

Covered Bonds may only be transferred or otherwise disposed of in accordance with the provisions of the Swiss Federal Intermediated Securities Act, *i.e.* by entry of the transferred Covered Bonds in a securities account of the transferee.

The records of the Intermediary will determine the number of Covered Bonds held through each participant in that Intermediary. In respect of the Covered Bonds held in the form of Intermediated Securities, the holders of the Covered Bonds will be the persons holding the Covered Bonds in a securities account which is in their name, or in case of Intermediaries, the Intermediaries holding the Covered Bonds for their own account in a securities account which is in their name.

Neither the Issuer nor the holders of the Covered Bonds shall at any time have the right to effect or demand the conversion of the Permanent Global Covered Bond into, or the delivery of, uncertificated securities or definitive Covered Bonds ("**Definitive Covered Bonds**").

Definitive Covered Bonds may only be printed if Credit Suisse AG (including any successor as Swiss Paying Agent for the Covered Bonds, the "**Swiss Paying Agent**") deems the printing of definitive Covered Bonds to be necessary or desirable for the enforcement of obligations under the Covered Bonds, including, without limitation, if, under Swiss or any applicable foreign law, the enforcement of obligations under the Covered Bonds can only be assured by means of Definitive Covered Bonds, it may request in writing the printing of Definitive Covered Bonds from the Issuing and Paying Agent.

In such circumstances, the Issuer will cause sufficient definitive Covered Bonds in denominations of CHF 5,000 and integral multiples thereof to be executed and delivered as soon as practicable (and in any event within 45 days of the Swiss Paying Agent's written request) to the Swiss Paying Agent for completion, authentication and delivery, free of charge, to SIS for the relevant Bondholders, against cancellation of the Covered Bonds in the Bondholder's securities account.

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| 25. | New Global Covered Bond: | No |
| 26. | Financial Centre(s) or other special provisions relating to payment dates: | Zurich, London, New York and Toronto |
| 27. | Talons for future Coupons or Receipts to be attached to Definitive Covered Bonds (and | |

	dates on which such Talons mature): (Condition 1.06)	No
28.	Details relating to Instalment Covered Bonds: amount of each instalment (" Instalment Amounts "), date on which each payment is to be made (" Instalment Dates "):	Not Applicable
29.	Redenomination provisions:	Not Applicable
30.	Consolidation provisions:	Not Applicable
31.	Rate for Conversion into Euro: (Conditions 7.10, 7.03 and 13)	[Specify/Not Applicable]
32.	Covered Bond Swap Rate:	[Specify/Not Applicable]
33.	Other final terms:	<p>(A) The Agency Agreement is amended in respect of the Covered Bonds only by a letter agreement dated 19 April, 2011 among the Issuing and Paying Agent, the Issuer, the Guarantor LP and Credit Suisse AG.</p> <p>(B) The Trust Deed is amended in respect of the Covered Bonds only by a supplemental agreement dated 19 April, 2011 among the Bond Trustee, the Issuer and the Guarantor LP.</p> <p>(C) Payments of principal and interest in respect of the Covered Bonds shall be made in freely disposable Swiss Francs without collection costs and whatever the circumstances, irrespective of nationality, domicile or residence of the holder of Covered Bonds and without requiring any certification, affidavit or the fulfilment of any other formality.</p> <p>The receipt by the Swiss Paying Agent of the due and punctual payment of the funds in Swiss Francs in Switzerland shall release the Issuer from its obligation for the payment of principal and interest due on the respective payment dates to the extent of such payments.</p> <p>(D) Condition 14 shall be replaced as follows:</p> <p>So long as the Covered Bonds are listed on the SIX Swiss Exchange and so long as the rules of the SIX Swiss Exchange so require, notices must be published (i) on the internet website of the SIX Swiss Exchange (www.six-exchange-regulation.com/publications/communiqués/official_notices_en.html) or (ii) otherwise in accordance with the regulations of the SIX Swiss Exchange. Any notices so given will be deemed to have been validly given on the date of such publication or if published more than once, on the first date of</p>

such publication.

Notices to be given to the Issuer by any holder of the Covered Bonds shall be given to the Swiss Paying Agent via SIS in such manner as the Swiss Paying Agent and SIS may approve for this purpose.

DISTRIBUTION

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| 34. | (i) If syndicated, names of Managers: | Credit Suisse AG
Royal Bank of Canada Europe Limited
(the "Joint-Lead Managers") |
| | (ii) Stabilising Manager(s) (if any): | Not Applicable |
| 35. | If non-syndicated, name of Dealer: | Not Applicable |
| 36. | U.S. Selling Restrictions: | Regulation S compliance Category 2, TEFRA D Rules are applicable in accordance with usual Swiss practice. |
| 37. | Additional selling restrictions: | Each of the Joint-Lead Managers covenants that:

(i) it has offered and sold and will offer and sell the Covered Bonds only in accordance with practices and documentation customary in Switzerland;

(ii) it has used and will use reasonable efforts to sell the Covered Bonds only in Switzerland; and

(iii) it will use reasonable efforts to ensure that more than 80% by value of the Covered Bonds will be offered and sold to non-distributors by distributors maintaining an offer in Switzerland ("distributors" having the meaning ascribed thereto in the U.S. Internal Revenue Code and regulations thereunder). |
| 38. | Additional United States Tax Considerations: | Not Applicable |
| 39. | Exchange Date: | Not Applicable |
| 40. | The Aggregate Principal Amount of the Covered Bonds issued has been translated into euros at the rate of €1.00 = CHF[•], producing a sum of: | [€ •] |

RESPONSIBILITY

The Issuer and the Guarantor LP accept responsibility for the information contained in this Pricing Supplement.

Signed on behalf of the Issuer:

Signed on behalf of the Managing GP for
and on behalf of the Guarantor LP:

By: 
James Salem

By: 
James Salem

By: 
David Power

By: 
David Power

PART B – OTHER INFORMATION

1. LISTING

Listing / Admission to trading:

Application will be made for the Covered Bonds to be listed in accordance with the Standard for Bonds on the SIX Swiss Exchange.

The Covered Bonds have been admitted to trading on the SIX Swiss Exchange with effect from 19 April 2011 until 16 April 2021.

2. OPERATIONAL INFORMATION

(i) ISIN Codes:

CH0127593140 in respect of the Tranche 1a Covered Bonds and CH0128554323 in respect of the Tranche 1b Covered Bonds (ISIN CH0128554323 will become fungible with ISIN CH0127593140 on the Issue Date)

(ii) Common Code:

061310622 in respect of the Tranche 1a Covered Bonds and 061908706 in respect of the Tranche 1b Covered Bonds (061908706 will become fungible with 061310622 on the Issue Date)

(iii) Any clearing system(s) other than Euroclear Bank S.A./N.V., Clearstream Banking Société Anonyme, DTC, CDS, their addresses and the relevant identification number(s):

SIX SIS AG
(Swiss Security Number 12759314 in respect of the Tranche 1a Covered Bonds and 12855432 in respect of the Tranche 1b Covered Bonds (128554232 will become fungible with 12759314 on the Issue Date))
and indirectly through:
Euroclear Bank S.A./N.V.
Clearstream Banking, société anonyme

(iv) Delivery:

Delivery against payment

(v) Name(s) and address(es) of additional Paying Agent(s) or Transfer Agent(s):

The Issuer will at all times maintain a Paying Agent in relation to the Covered Bonds having a specified office in Switzerland and will at no time maintain a Paying Agent having a specified office outside Switzerland in relation to the Covered Bonds, unless permitted by applicable law.

The Issuer has contractually appointed Credit Suisse AG at the following address and any other offices in Switzerland as the sole Paying Agent for the Covered Bonds (the "Swiss Paying Agent") pursuant to Section 16.04 of the Agency Agreement (as defined in the Conditions):

Credit Suisse AG

Uetlibergstrasse 231
CH-8070 Zurich
Switzerland

For the avoidance of doubt, references in the Conditions and in the Permanent Global Covered Bond to the Issuing and Paying Agent in relation to the making of payments and the receipt of monies by it (including, without limitation, the presentation of the Permanent Global Covered Bond to, and the annotation thereof by, the Issuing and Paying Agent) shall be deemed to be references to Credit Suisse AG in its capacity as sole Swiss Paying Agent for the Covered Bonds (or to any successor in that capacity).

(vi) Intended to be held in a manner which would allow Eurosystem eligibility:

No