



Highlights of Fourth Quarter and Full Year 2007 Results

November 30, 2007

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", "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 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 of the 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. Unless 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 factors can be found in our 2007 Annual Report to Shareholders under the Risk management and Additional risks that may affect future results sections.

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	2007	2006	Change vs. 2006
Total revenue	\$ 22,462	\$ 20,637	9%
Net income	\$ 5,492	\$ 4,728	16%
Diluted EPS	\$ 4.19	\$ 3.59	17%
ROE	24.6%	23.5%	110 bps

Record results, with net income up 16% on broad-based strength



2007 Performance Compared to 2007 Objectives

	2007 Objectives	2007 Performance
Diluted EPS growth	10%+	17%
Defined operating leverage ⁽¹⁾	> 3%	2.6%
Return on common equity (ROE)	20%+	24.6%
Tier 1 capital ratio	8%+	9.4%
Dividend payout ratio	40% – 50%	43%

	Medium-term Objective	2007 Performance	
		3-year	5-year
Total shareholder return (in home currency) (vs. 7 Canadian and 13 U.S. financial institutions)	Top quartile	Top quartile	2 nd quartile

Met or exceeded most 2007 objectives

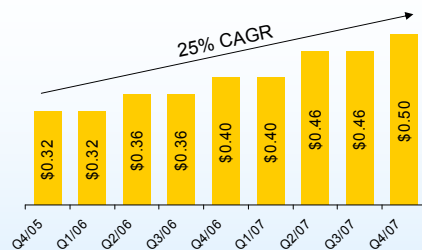


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(1) The difference between revenue (as adjusted) and non-interest expense growth rates (as adjusted). See slide 38.

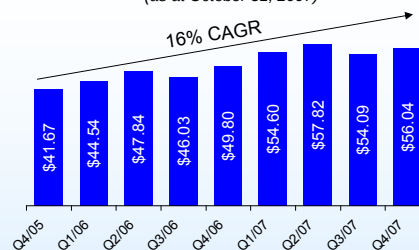
Total Shareholder Return (TSR)

Common Share Dividends



Share Price

(as at October 31, 2007)



TSR (in home currency, as at Oct. 31, 2007)	1-year	3-year	5-year	10-year
Royal Bank of Canada	16%	25%	19%	15%
S&P/TSX Composite Index	21%	21%	21%	10%
S&P 500 Index	15%	13%	14%	7%
RBC Rank vs. Peer Group (7 Canadian and 13 U.S. financial institutions)	# 6	# 1	# 6	# 2



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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



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Focused on Delivering Top Quartile TSRs

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

- Objectives factor in the effect of pending ANB and RBTT acquisitions – which will be partly funded through common shares – and related integration costs.
- Expect ANB to close in early-2008 and RBTT to close in the middle of the year.



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(1) Difference between revenue (as adjusted) and non-interest expense growth rates (as adjusted). See slide 38.



Risk Review

Morten Friis
Chief Risk Officer

Prudent Risk Management

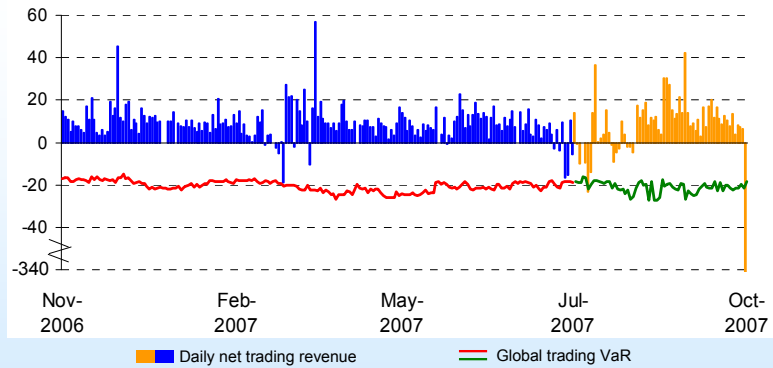
(as at October 31, 2007)

U.S. subprime mortgages	• None
U.S. subprime RMBS and CDOs of ABS	• 0.1% of assets • \$216 mm of net exposure to U.S. subprime CDOs of ABS (held-for-trading) • \$388 mm of exposure to U.S. subprime RMBS (available-for-sale and we intend to hold until maturity)
Canadian non-bank ABCP with liquidity contingent on a general market disruption	• \$4 mm of direct holdings • Nominal participation as a distributor or liquidity provider • RBC AM money market funds do not and did not own any non-bank ABCP
Structured investment vehicles (SIVs)	• Less than 0.05% of assets • \$1 mm of direct holdings, \$140 mm of liquidity facilities (none drawn) and \$88 mm of normal course interest rate derivatives (none impaired) • We do not manage SIVs • VAM (US) managed money market funds do not and did not own any SIV's
Hedge fund trading and lending, including prime brokerage	• Minimal exposure, predominantly collateralized and not concentrated in specific funds or strategies
Pre-correction LBOs	• Less than 0.2% of assets • \$1.0 bn of underwriting commitments, with none over \$250 mm



RBC Global Trading VaR (1)(2)

\$ millions



- Q4 volatility reflects difficult market conditions in interest rate and credit-related products.
- Losses at end Q4 reflect valuation writedowns related to U.S. subprime RMBS and CDOs of ABS

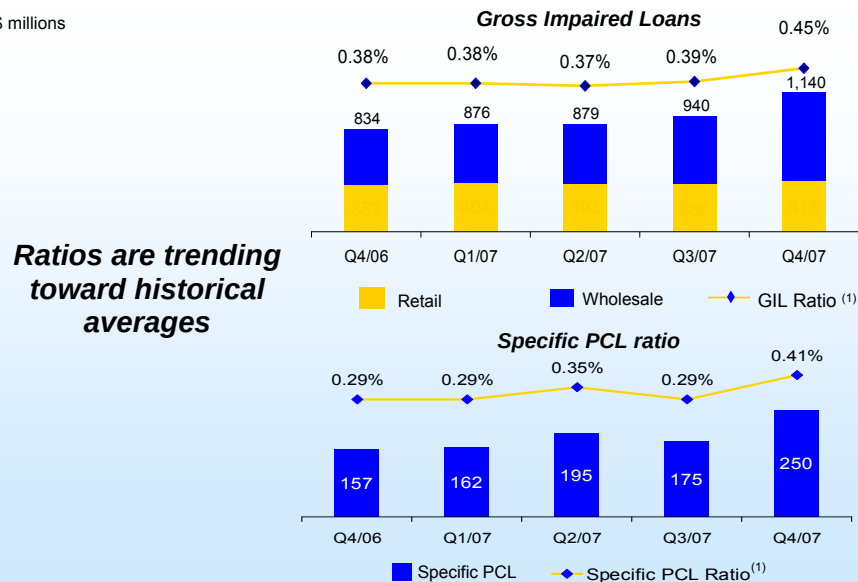
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(1) Trading revenue on a taxable equivalent basis excluding revenue related to consolidated VIEs.
 (2) \$357 mm valuation writedown related to U.S. subprime RMBS and CDOs of ABS was included on October 31, 2007.



Credit Quality

\$ millions



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Total Provision for Credit Losses

\$ millions

Portfolio Segment	Q4 2007	Q3 2007	Q4 2006
Retail – Personal, Residential & Small business ⁽¹⁾	\$ 117	\$ 89	\$ 97
Retail – Credit Cards	57	58	40
Wholesale ⁽²⁾	76	28	20
Total Specific Provision for Credit Losses	\$ 250	\$ 175	\$ 157
Total General Provision	13	3	2
Total PCL	\$ 263	\$ 178	\$ 159

- **Canada:** Increase reflects higher loss rates in personal and business banking, and volume growth
- **U.S.:** Increase reflects deterioration in the U.S. housing market

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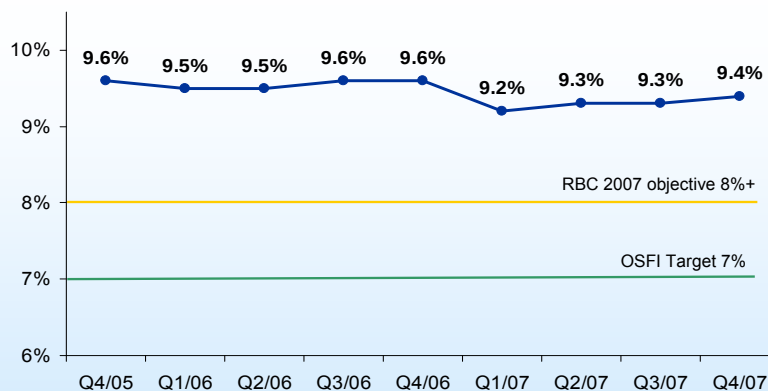
(1) Includes small business exposure managed on a pooled basis.
(2) Includes small business exposure managed on an individual client basis.



Fourth Quarter 2007 Financial Review

Janice Fukakusa
Chief Financial Officer

Tier 1 Capital Ratio



Capital position remains strong, with Tier 1 ratio comfortably above objective and regulatory target



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Q4 2007 Performance Review

\$ millions, except EPS & ROE	Q4/07	Change vs. Q4/06	Change vs. Q3/07
Total revenue	\$ 5,615	5%	2%
Non-Interest Expense (NIE)	3,093	5	(2)
Net income	\$ 1,324	5%	(5)%
Diluted EPS	\$ 1.01	5%	(5)%
ROE	23.0%	(90) bps	(140) bps

- Includes Visa Inc. restructuring gain, adjustment to loyalty reward liability and valuation writedowns
- Appreciation of CAD against USD, reduced earnings 4% over Q4/06 and 2% over Q3/07
- Non-interest expense rose 5% from Q4/06, due to higher costs supporting business initiatives



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Fourth Quarter 2007 Business Segment Review

Janice Fukakusa
Chief Financial Officer

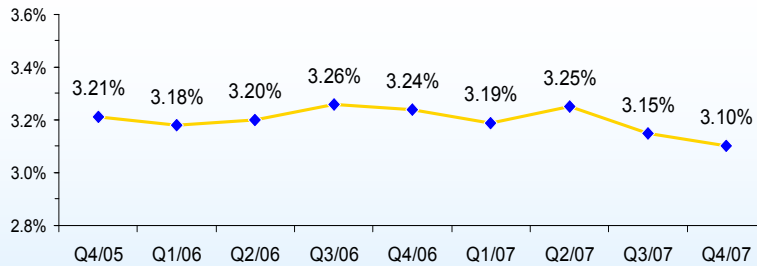
Canadian Banking Performance

\$ millions	Q4/07	Change vs. Q4/06	Change vs. Q3/07	2007	Change vs. 2006
Canadian Banking					
Total revenue	\$ 3,453	13%	19%	\$ 12,521	7%
Provision for credit losses (PCL)	212	23	12	788	30
Insurance policyholder benefits, claims and acquisition expense (PBCAE)	637	4	86	2,173	(13)
Non-interest expense (NIE)	1,359	6	-	5,285	5
Canadian Banking Net income	\$ 899	33%	29%	\$ 2,987	23%
Banking-related net income	\$ 797	40%	34%	\$ 2,545	20%
Global Insurance net income	\$ 102	(4)%	(1)%	\$ 442	46%

- Profitable volume growth across all Banking-related businesses, particularly mortgages and personal deposits. Results include Visa Inc. restructuring gain and adjustment to loyalty reward liability .
- NIE reflects significant investments in our business over 2007. NIE was flat compared to Q3/07 as pace of investment moderated.



Canadian Banking Net Interest Margin



- NIM decrease in Q4 2007 due to:
 - Changes in product mix reflecting higher growth in lower yielding products, such as home equity lending
 - Narrower spreads on prime-based lending products resulting from the dislocation in the credit markets in Q4 2007
- Net interest income increased 7% from Q4/06 to Q4/07 due to significant volume growth.
- Average NIM of 3.17% for 2007, compared to 3.22% in 2006.

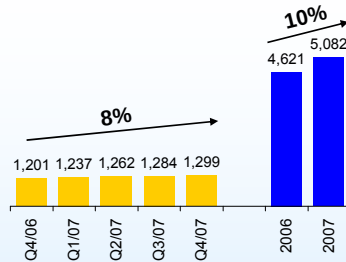


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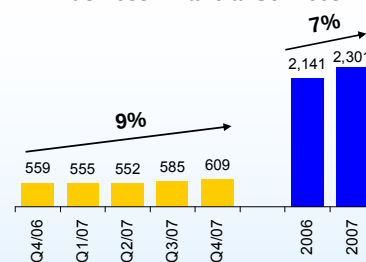
Canadian Banking Revenue

\$ millions

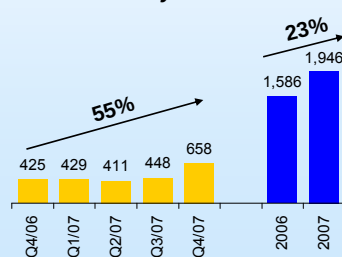
Personal Financial Services



Business Financial Services



Cards & Payment Solutions



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Canadian Banking – Global Insurance

	Revenue		Insurance policyholder benefits, claims and acquisition expense		Net income after tax	
	Q4/07	2007	Q4/07	2007	Q4/07	2007
GAAP reported amounts	\$ 887	\$ 3,192	\$ 637	\$ 2,173	\$102	\$ 442
Impact of the new financial instruments accounting standards	(67)	160	(65)	154	(1)	4
Impact of foreign currency translation adjustment	–	(40)	–	–	–	(40)
Amounts excluding the above items	\$ 820	\$ 3,312	\$ 572	\$ 2,327	\$ 101	\$ 406
Change vs. Q4/06 and 2006 ^{(1) (2)}	(5)%	(1)%	(6)%	(5)%	(5)%	12%
Change vs. Q3/07 ⁽¹⁾	2%		4%		(4)%	

- Compared to Q4/06, business growth was offset by claims experience, which was less favourable than a year ago.
- Compared to Q3/07, net income was relatively unchanged.
- Net income was up 12% over 2006 ⁽²⁾.

(1) Non-GAAP. See slide 39 for discussion of non-GAAP measures.

(2) 2006 excludes impact of \$61 mm of hurricane-related charges. Non-GAAP. See slide 39 for discussion of non-GAAP measures.

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Wealth Management Performance

\$ millions	Q4 2007	Change vs. Q4/06	Change vs. Q3/07	2007	Change vs. 2006
Total revenue	\$ 986	9%	(2)%	\$ 3,992	14%
Net interest income	109	8	3	427	8
Fee-based revenue ⁽¹⁾	538	16	(1)	2,109	21
Transactional and other revenue ⁽¹⁾	339	-	(5)	1,456	8
Non-interest expense (NIE)	731	9	(2)	2,902	11
Net income	\$ 180	10%	2%	\$762	26%

\$billions	Q4 2007	Change vs. Q4/06	Change vs. Q3/07
Assets Under Administration	\$ 489	3%	(3)%
Assets Under Management	161	13%	1%

Earnings driven by solid growth in fee-based client-assets

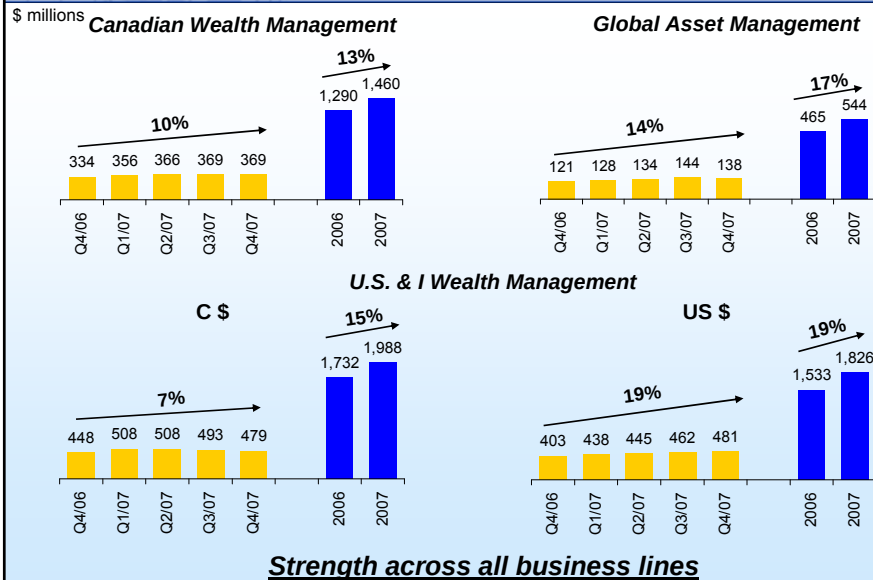
- NIE increase from Q4/06 reflects higher variable compensation commensurate with higher commission based revenue, costs related to J.B. Hanauer acquisition and investments for future growth.

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(1) Reported as Non-Interest income.



Wealth Management Revenue



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U.S. & International Banking Performance

\$ millions	Q4/07	Change vs. Q4/06	Change vs. Q3/07	2007	Change vs. 2006
Total revenue	\$ 455	6%	(13)%	\$ 1,915	18%
Provision for credit losses (PCL)	72	n.m.	n.m.	109	n.m.
Non-interest expense (NIE)	363	16	(7)	1,481	22
Net income	\$ 21	(73)%	(76)%	\$ 242	(7)%

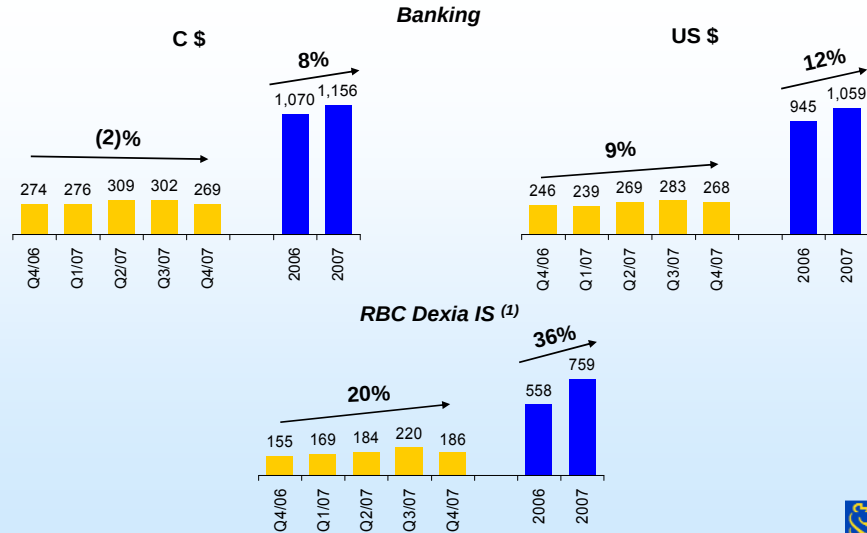
- Results reflect deterioration in the U.S. housing market, which led to higher PCL in Q4/07.
- Compared to Q4/06, U.S. Banking delivered solid increases in loans and deposits from both acquisitions and organic growth. Also, RBC Dexia grew revenues by 20% over the last year.
- NIE reflects addition of 56 branches through acquisitions and 10 *de novo* branches during 2007.

Net income impacted by deterioration of U.S. housing market

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U.S. & International Banking Revenue

\$ millions



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(1) 2006 reflects only 11 months of results as RBC Dexia IS was formed on January 2, 2006. RBC Dexia reports on a one month lag.

Capital Markets Performance

\$ millions	Q4 2007	Change vs. Q4/06	Change vs. Q3/07	2007	Change vs. 2006
Total revenue (teb)	\$ 819	(19)%	(29)%	\$ 4,389	6%
Recovery of credit losses	(2)	n.m.	n.m.	(22)	81
Non-interest expense (NIE)	584	(9)	(16)	2,769	6
Net income	\$ 186	(38)%	(48)%	\$ 1,292	(5)%

- Results include valuation writedowns recorded in Q4/07.
- Strong performance in other businesses, including equity derivatives, foreign exchange trading and M&A.
- NIE decreased due to lower variable compensation.

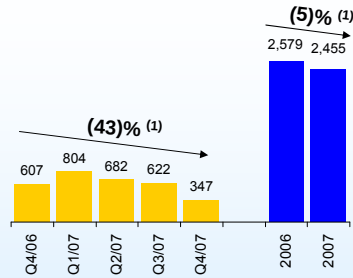
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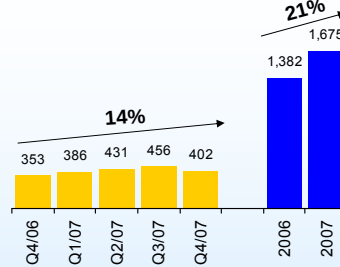
Capital Markets Revenue

Teb \$ millions

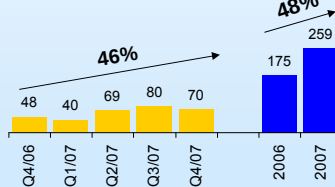
Global Markets



Global Investment Banking & Equity Markets



Other



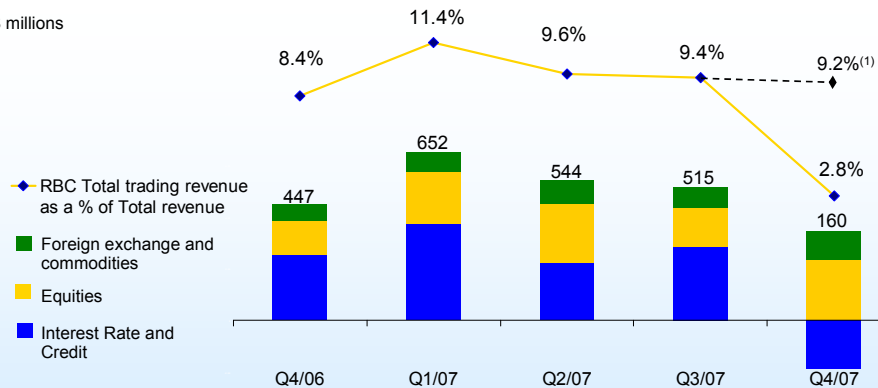
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(1) Includes valuation writedowns related to U.S. subprime RMBS and CDOs of ABS.



RBC Total Trading Revenue

\$ millions



Total Trading Revenue (teb)	495	721	608	592	273
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- Interest Rate and Credit trading down over Q4/06 and Q3/07 due to valuation writedowns.
- Equities and FX trading up over Q4/06 and Q3/07 on the expansion of certain equity trading strategies and opportunities created from higher market volatility.

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(1) Excludes valuation writedowns of \$357 mm pre-tax (\$160 mm after-tax and reflecting compensation adjustments). Non-GAAP. See slide 39 for discussion of non-GAAP measures.





Appendices

Canadian Banking and Banking-related results excluding the impacts of certain items in Q4 2007

\$ millions	Canadian Banking	Banking – Related
Net Income (GAAP reported amounts)	\$ 899	\$ 797
Exclude:		
Visa Inc. restructuring ⁽¹⁾	269	269
Increase to credit card customer loyalty reward program liability ⁽²⁾	(79)	(79)
Net Income amounts excluding the impacts of items noted above ⁽³⁾	\$709	\$607

- (1) \$326 mm pre-tax gain from the exchange of our membership interest in Visa Canada Association for shares of Visa Inc.
(2) \$121 mm pre-tax charge against revenue to increase our credit card customer loyalty reward program liability.
(3) Non-GAAP. See slide 39 for a discussion of Non-GAAP measures.



Defined Operating Leverage ⁽¹⁾

\$ millions, except percentage amounts	2007	2006	Change vs. 2006
Total revenue	\$ 22,462	\$ 20,637	8.8%
add: teb adjustment	332	213	55.9
less: Revenue related to VIEs	31	(7)	n.m.
less: Global Insurance revenue	3,192	3,348	(4.7)
less: Impact of financial instruments accounting standards ⁽²⁾	83	-	n.m.
Total revenue (adjusted)	\$ 19,488	\$ 17,509	11.3%
Non-interest expense	\$ 12,473	\$ 11,495	8.5%
less: Global Insurance-related non-interest expense	537	517	3.9
Non-interest expense (adjusted)	\$ 11,936	\$ 10,978	8.7%
Defined Operating Leverage ⁽¹⁾			2.6%

(1) See slide 38 for definition. Non-GAAP. See slide 39 for a discussion of Non-GAAP measures.
(2) Excludes the impact related to Global Insurance.



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Details on Credit Protection Portfolio

\$ millions		
Industry	Buy ⁽¹⁾	Sell ⁽¹⁾
Business		
Automotive	379	-
Consumer goods	-	67
Energy	957	-
Non – Bank Financial Services	1,161	-
Industrial products	-	-
Mining and Metals	591	-
Real Estate and related	413	-
Technology and media	10	-
Transportation and environment	335	-
Other	472	119
Sovereign ⁽²⁾	220	-
Bank	731	-
Total	5,269	186
Total Investment-Grade	4,786	186
Total Non-investment-Grade	483	-

(1) Net of off-setting buys and sells of \$261 mm.

(2) Includes all central governments and agencies, central banks, other qualifying public sector entities and multilateral development banks.



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Domestic Market Share and Ranking

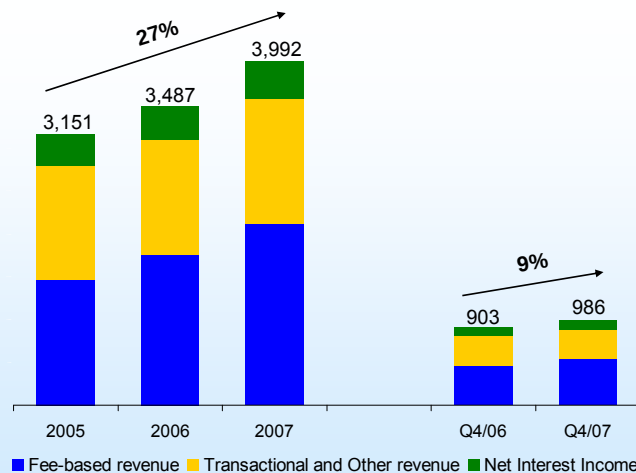
		Rank ⁽¹⁾	Market Share ⁽²⁾ (August 2007)	Balance Growth ⁽³⁾ (Q4/07 vs. Q4/06)
Leadership in most personal products	Consumer lending (residential mortgages, personal loans and credit cards)	1	15.3%	13%
	Personal core deposits	2	13.7%	13%
	Personal investments (GICs + mutual funds)	1	11.9%	8%
Leadership in business products	Business deposits and investments ⁽⁴⁾	1	22.1%	7%
	Business loans ⁽⁴⁾	1	12.4%	8%

- (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.



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Wealth Management Revenues



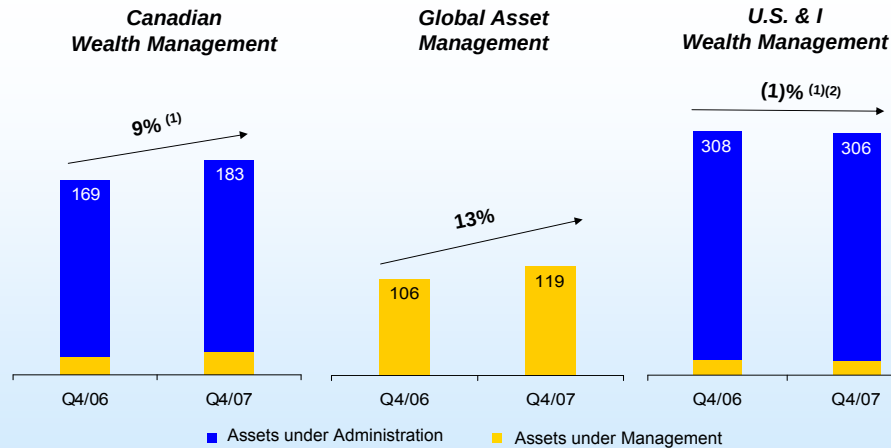
Increasing fee-based revenues



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Wealth Management AUA and AUM

\$ billions



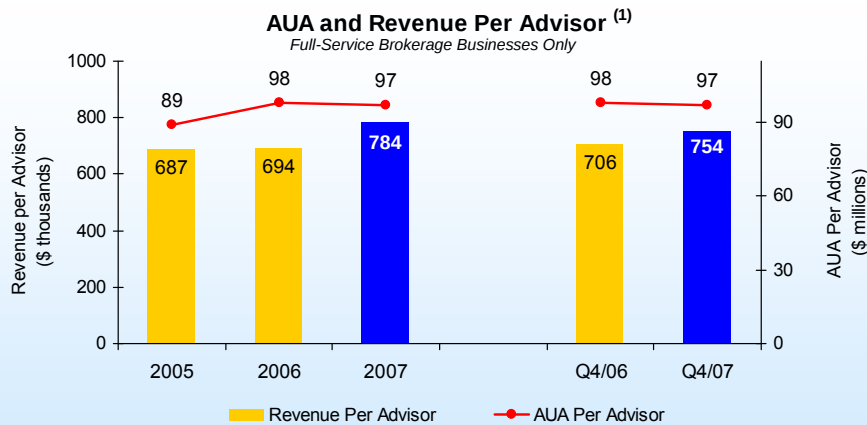
(1) Represents growth in assets under administration (AUA) only.

(2) CAD appreciation against USD dollar reduced Q4/07 AUA growth by approximately 19% compared to last year.

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Productivity per Advisor

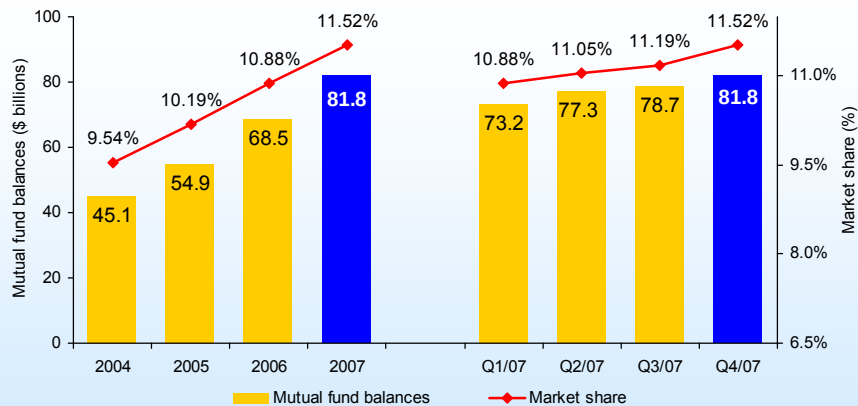


(1) Includes Investment Advisors and Financial Consultants. Includes J.B. Hanauer. CAD appreciation against USD reduced Q4/07 AUA per advisor and revenue per advisor growth by approximately 9% and 5%, respectively, compared to last year.

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Canadian Mutual Fund Balances and Market Share



16 consecutive quarters #1 in long-term fund sales

37 Source: RBC. Market share figures as at quarter end.



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.

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

Defined operating leverage: Difference between revenue growth rate (as adjusted) and non-interest expense growth rate (as adjusted). Revenue is based on feb, excluding consolidated variable interest entities (VIEs), accounting adjustments related to the new Financial Instruments Accounting Standards and Global Insurance-related revenue. Non-interest expense excludes Global Insurance expense. See slide 39 for a discussion of Non-GAAP measures.

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, of which we have a 50% ownership. RBC Dexia IS results for 2006 reflect only 11 months of results as RBC Dexia IS, which was formed on January 2, 2006, reports on a one-month lag basis.

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.

38 Note: Please see our 2007 Annual 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 Canadian banking-related results, Total trading revenue, Global Insurance results and Defined operating leverage (adjusted), do not have any standardized meaning prescribed by Canadian GAAP, and therefore, are unlikely to be comparable to similar measures presented by other companies.

Reconciliation 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 2007 management's discussion and analysis.

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