



FOR THE INFORMATION OF INVESTORS IN OUTSTANDING RBC LPIM CANADIAN TECHNICAL AND QUANTITATIVE TOTAL RETURN SECURITIES ONLY

Investment Objective:

The Debt Securities have been designed to provide investors with “long” exposure to the Bank’s proprietary 6-factor quantitative model (the “Model”), with the ability to allocate to a Fixed Income Investment based on whether the stocks in the S&P/TSX Composite Index (the “Index”) exhibit bearish trends to such an extent that the stocks of less than 20 issuers are eligible for notional inclusion in the Equity Investment as determined by the Model. The goal of this strategy is to be exposed to the performance of the stocks selected by the Model, including dividends and other distributions, when the trends are positive for the equity markets and to reduce or eliminate this exposure when the trends for such equity markets become negative.

No Canadian Tax Events:

1. Until maturity or disposition
2. On Portfolio changes or rebalancing

Benchmark:

S&P/TSX Composite Total Return Index

Asset Class:

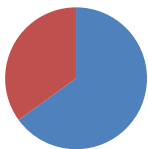
Canadian equity

INDUSTRY ALLOCATION



- Energy 30.00%
- Materials 10.00%
- Industrials 5.00%
- Consumer Staples 5.00%
- Financials 10.00%
- Utilities 5.00%
- Fixed Income Investment 35.00%

PORTFOLIO ALLOCATION



- Equity 65.00%
- Fixed Income 35.00%

EQUITY INVESTMENT – JULY 2022

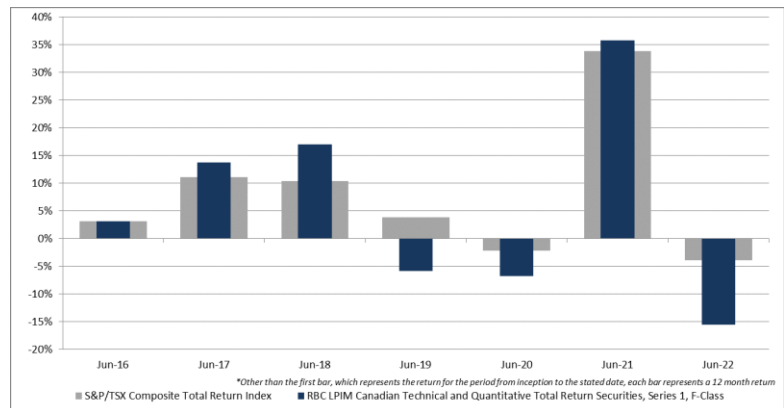
As of June 30, 2022, the Portfolio was allocated 65% to an Equity Investment and 35% to a Fixed Income Investment. Indicated dividend yield on the Underlying Equity Securities as of June 30, 2022 was 1.64% and weighted indicated dividend yield on the Underlying Equity as of June 30, 2022 was 1.64%.

Sector	Symbol	Company	Weight	Dividend Yield (%)	Rank
Energy	SU	Suncor Energy Inc.	7.69%	11	4.16
	TOU	Tourmaline Oil Corp.	7.69%	12	1.34
	CVE	Cenovus Energy Inc.	7.69%	20	1.72
	BIR	Birchcliff Energy Ltd.	7.69%	22	0.91
	ARX	ARC Resources Ltd.	7.69%	59	2.96
	BTE	Baytex Energy Corp.	7.69%	81	0.00
Materials	WPK	Winpak Ltd.	7.69%	3	0.27
	CCLB	CCL Industries Inc.	7.69%	16	1.58
Industrials	RBA	Ritchie Bros Auctioneers Inc.	7.69%	6	1.53
Consumer Staples	L	Loblaw Cos Ltd.	7.69%	25	1.40
Financials	FFH	Fairfax Financial Holdings Ltd.	7.69%	2	1.83
	IFC	Intact Financial Corp.	7.69%	66	2.20
Utilities	TA	TransAlta Corp.	7.69%	18	1.36

Portfolio Additions		
TA	TransAlta Corp.	\$14.87
RBA	Ritchie Bros Auctioneers Inc.	\$85.17
CCL.B	CCL Industries Inc.	\$61.82

Portfolio Deletions		
VET	Vermilion Energy Inc.	\$25.39
TRQ	Turquoise Hill Resources Ltd.	\$33.86
TECK.B	Teck Resources Ltd.	\$36.86
STLC	Stelco Holdings Inc.	\$32.59
RUS	Russel Metals Inc.	\$25.45
OGC	OceanaGold Corp.	\$2.41
NTR	Nutrien Ltd.	\$99.03
ECN	ECN Capital Corp.	\$5.52
CNQ	Canadian Natural Resources Ltd.	\$66.07
AAV	Advantage Energy Ltd.	\$8.34

HISTORICAL SECONDARY MARKET PRICE<sup>1,2</sup>



Returns as of June 30, 2022	1 month	3 months	YTD	1 Year	Since Inception
RBC LPIM Canadian Technical and Quantitative Total Return Securities, Series 1, F-Class	-12.38%	-18.10%	-18.46%	-15.50%	5.52%
S&P/TSX Composite Total Return Index	-8.71%	-13.19%	-9.87%	-3.87%	8.53%

<sup>1</sup>This Historical Secondary Market Price chart reflects the historical closing secondary market price of RBC LPIM Canadian Technical and Quantitative Total Return Securities, Series 1, F-Class (the “Series 1”) for each day such secondary market was open for trading and the percentage change of the level of the S&P/TSX Composite Total Return Index since the Issue Date of Series 1 on May 5, 2016. The Series 1 is the initial implementation of the RBC LPIM Canadian Technical and Quantitative Total Return Securities strategy. The closing secondary market price of Series 1 on its Issue Date was \$100.00. For Series 1, an amount equal to \$100.00 per Debt Security was notionally invested in the Portfolio on the Issue Date. The secondary market price at any particular time is the price at which a holder of RBC LPIM Canadian Technical and Quantitative Total Return Securities could dispose of such securities. The secondary market price may not be the same as, and may be substantially different from the NAV per Debt Security. The NAV per Debt Security between different series of RBC LPIM Canadian Technical and Quantitative Total Return Securities may differ for various reasons including as a result of different levels of Note Program Amounts, applicable early trading charges and the issue date for a particular series. The difference in NAV per Debt Security between the Debt Securities for different series of RBC LPIM Canadian Technical and Quantitative Total Return Securities could result in different secondary market prices for Debt Securities of different series of RBC LPIM Canadian Technical and Quantitative Total Return Securities. The historical secondary market price for RBC LPIM Canadian Technical and Quantitative Total Return Securities which are not Series 1 may differ from the historical secondary market price for Series 1 because the different Note Program Amounts for the different series of RBC LPIM Canadian Technical and Quantitative Total Return Securities may affect the secondary market price of such securities. A series of RBC LPIM Canadian Technical and Quantitative Total Return Securities with a Note Program Amount which is higher than the Note Program Amount for Series 1 would likely have a lower secondary market price than the secondary market price for Series 1. Prior historical secondary market prices of Series 1 are not necessarily indicative of any future secondary market price for Series 1 or other RBC LPIM Canadian Technical and Quantitative Total Return Securities. There is no assurance that a secondary market for the Debt Securities will develop or be sustained.

<sup>2</sup>Refer to footnote 2 on page 2.



THE LPIM CANADIAN TECHNICAL AND QUANTITATIVE TOTAL RETURN STRATEGY

On the last Exchange Day of the month immediately preceding the Issue Date, and on the last Exchange Day of each month thereafter that the Debt Securities remain outstanding, other than the month immediately preceding the month in which the Final Valuation Date and/or Maturity Date falls, the Strategy will compare the Reassessed Number of Issuers to the Current Number of Issuers, if any, to determine the asset allocation for the Portfolio for the next month.

If the Reassessed Number of Issuers on an Allocation Date is less than the Current Number of Issuers on such Allocation Date (such that the corresponding Equity Investment for the following month will consist of at least one less Underlying Equity Security Issuer than the current month), the ineligible stocks will be notionally sold and the proceeds will be used to notionally purchase the Underlying Equity Securities to be notionally added to the Equity Investment, if any, and the remaining portion will be used to notionally invest in Deposits for the Fixed Income Investment, as described in the Term Sheet.

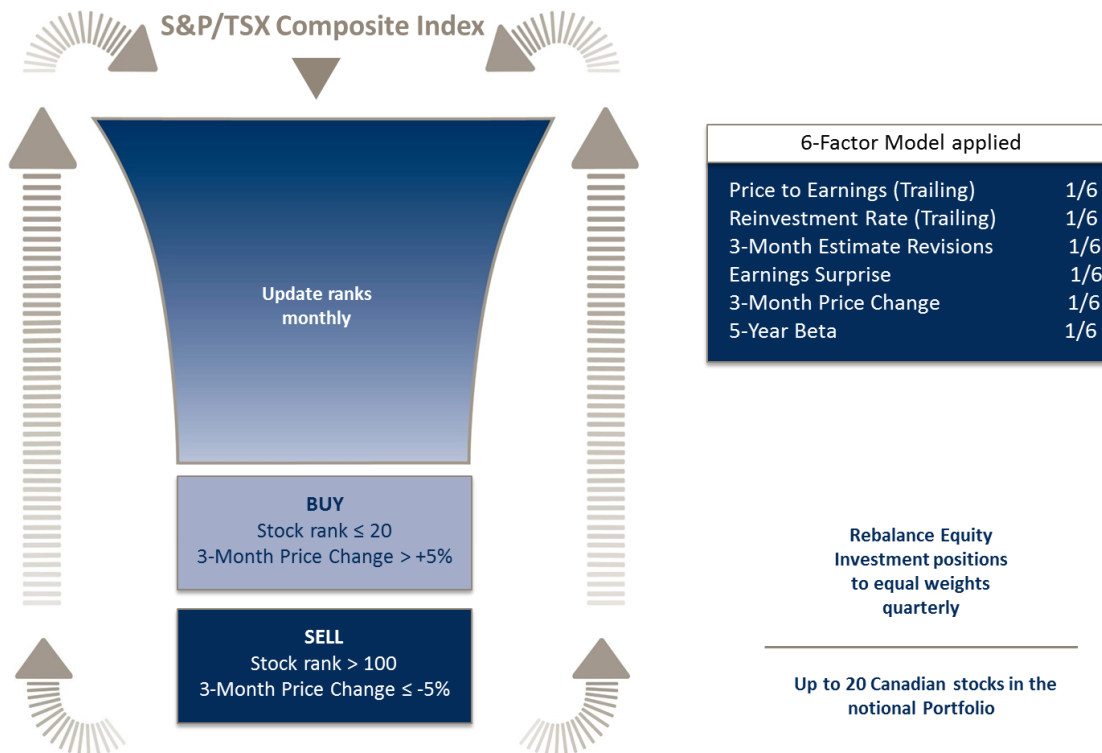
If the Reassessed Number of Issuers on an Allocation Date is greater than the Current Number of Issuers on such Allocation Date (such that the corresponding Equity Investment for the following month will consist of at least one more Underlying Equity Security Issuer than the current month), the funds notionally invested in the Deposits on such Allocation Date (or the applicable portion thereof) will be used to notionally purchase the Underlying Equity Securities to be notionally added to the Equity Investment, as described in the Term Sheet.

If the Reassessed Number of Issuers on an Allocation Date equals the Current Number of Issuers on such Allocation Date, the allocation of the Portfolio between the Equity Investment and the Fixed Income Investment will remain unchanged for the following month.

“Reassessed Number of Issuers” on any Allocation Date means the lesser of (a)(i) the number of Underlying Equity Security Issuers that are eligible to notionally remain in the Equity Investment for the following month, plus (ii) the number of issuers that are eligible to be added to the Equity Investment for the following month (each number as determined by the Model on the last Business Day of the month in which such Allocation Date falls) and (b) 20 issuers.

“Current Number of Issuers” on any Allocation Date means the number of Underlying Equity Security Issuers notionally included in the Equity Investment on such Allocation Date.

MODEL



The S&P/TSX Composite Index and the S&P/TSX Composite Total Return Index are products of S&P Dow Jones Indices LLC or its affiliates ("SPDJI") and TSX Inc., and has been licensed for use by the Bank. Standard & Poor's® and S&P® are registered trademarks of Standard & Poor's Financial Services LLC ("S&P") and Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("Dow Jones"). TSX is a registered trademark of TSX Inc. The trademarks have been licensed to SPDJI and have been sublicensed for use for certain purposes by the Bank. The Debt Securities are not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, any of their respective affiliates or TSX Inc. and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the S&P/TSX Composite Index and the S&P/TSX Composite Total Return Index.

Capitalized terms used but not defined herein have the meanings ascribed to such terms in the Term Sheet.

<sup>2</sup>The secondary market price of the Debt Securities at any time will generally depend on, among other things, (a) how much the prices of the underlying interests have risen or fallen since the Issue Date of such Debt Securities; and (b) a number of other interrelated factors, including, without limitation, volatility in the prices of the underlying interests, the level of interest rates in the applicable markets, dividend yields on any of the securities, if any, comprising the underlying interest, the currency in which the series is denominated, any currency hedging and the Maturity Date. The relationship among these factors is complex and may also be influenced by various political, economic and other factors that can affect the trading price of a Debt Security.