



**Investment Objective:**

The Debt Securities have been designed for equity investors seeking a return based on the weighted performance of a notional portfolio of twenty large-cap Canadian stocks in the S&P/TSX 60 Index.

**Tax Deferred:**

- > Quarterly return of capital payments equal to dividends paid on shares in the Portfolio.
- > No tax as a result of Portfolio changes or rebalancing.

**Benchmark: S&P/TSX 60 Index**

**Portfolio: Twenty Canadian large-cap stocks**

**Asset Class: Canadian equity**

**Annual Note Program Amount:** As an allowance for the ongoing management of the Debt Securities, the Bank is entitled to an ongoing annual amount of a specified percentage of the Value of the Portfolio in respect of the Debt Securities calculated daily and paid quarterly in arrears, as specified in the applicable Pricing Supplement.

**Minimum Purchase: \$5,000**

**RRSP & TFSA eligible**

This document is qualified in its entirety by a pricing supplement (the "Pricing Supplement"), the base shelf prospectus dated March 25, 2022, the program prospectus supplement dated March 28, 2022, as supplemented November 11, 2022 and the product prospectus supplement dated March 28, 2022 in respect of Equity, Unit and Debt Linked Securities, as supplemented November 11, 2022.

A final base shelf prospectus containing important information relating to the securities described in this document has been filed with the securities regulatory authorities in each of the provinces and territories of Canada.

A copy of the final base shelf prospectus, any amendment to the final base shelf prospectus and any applicable shelf prospectus supplement that has been filed, is required to be delivered with this document.

This document does not provide full disclosure of all material facts relating to the securities offered. Investors should read the final base shelf prospectus, any amendment and any applicable shelf prospectus supplement for disclosure of those facts, especially risk factors relating to the securities offered, before making an investment decision.

**INVESTMENT STRATEGY HIGHLIGHTS:**

The Investment Strategy is focused on the large-cap segment of the Canadian market. The Investment Strategy weights stocks according to their dividend yields, maximizing distributions to holders.

**Investment Strategy:** At the beginning of each calendar quarter, the top 20 dividend paying stocks in the S&P/TSX 60 Index whose pay-out ratios do not exceed 90% become the notional stock portfolio. The portfolio members are weighted according to indicated annual dividend yields.

- > The four stocks with the highest dividend yields as of the last day of the quarter are assigned a Portfolio weighting of 9% each.
- > The four stocks with the second highest dividend yields receive a weight of 7% each.
- > The four stocks with the third highest dividend yields receive a weight of 5% each.
- > The four stocks with the fourth highest dividend yields receive a weight of 3% each.
- > The four stocks with the fifth highest dividend yields receive a weight of 1% each.

Information regarding historical return of capital payments may be accessed at [www.rbcnotes.com](http://www.rbcnotes.com)

**PORTFOLIO**

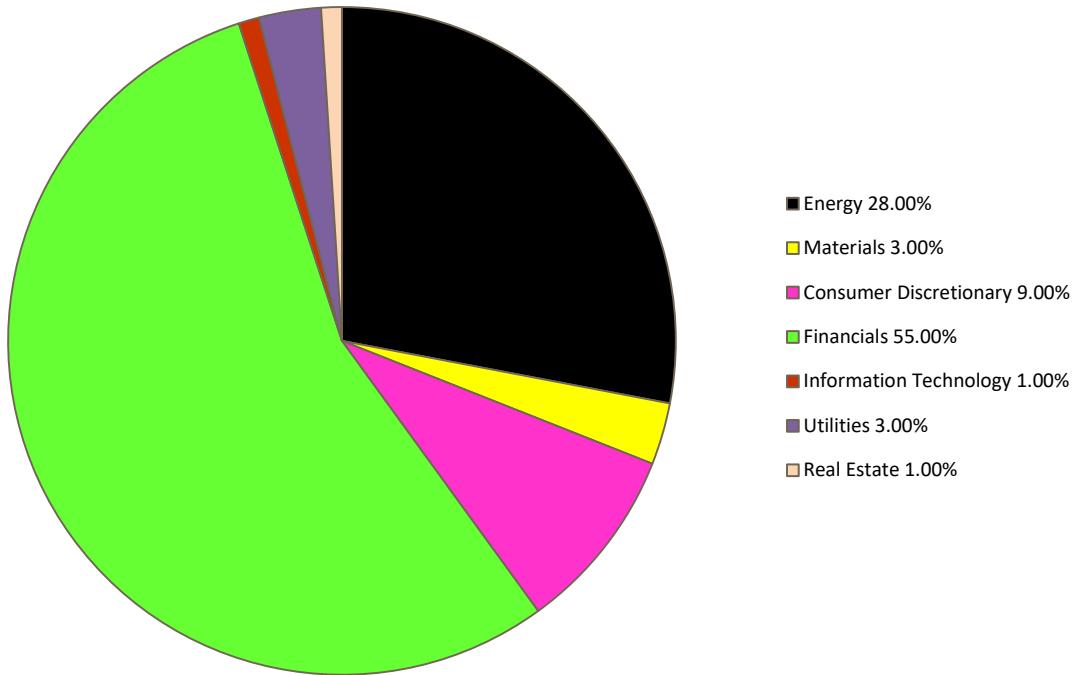
Company	Ticker	Portfolio Weight	Indicated Annual Dividend Yield	Yield Contribution
TC Energy Corporation	TRP	9.00%	6.67%	0.60%
Power Corporation of Canada	POW	9.00%	6.22%	0.56%
The Bank of Nova Scotia	BNS	9.00%	6.21%	0.56%
Canadian Imperial Bank of Commerce	CM	9.00%	6.21%	0.56%
Pembina Pipeline Corp.	PPL	7.00%	5.68%	0.40%
Manulife Financial Corporation	MFC	7.00%	5.47%	0.38%
Canadian Tire Corporation, Limited Class A	CTC.A	7.00%	4.88%	0.34%
Suncor Energy Inc.	SU	7.00%	4.84%	0.34%
Bank of Montreal	BMO	5.00%	4.66%	0.23%
Sun Life Financial Inc.	SLF	5.00%	4.58%	0.23%
Canadian Natural Resources Limited	CNQ	5.00%	4.52%	0.23%
The Toronto-Dominion Bank	TD	5.00%	4.38%	0.22%
National Bank of Canada	NA	3.00%	4.25%	0.13%
Fortis Inc.	FTS	3.00%	4.17%	0.13%
Royal Bank of Canada	RY	3.00%	4.15%	0.12%
Barrick Gold Corporation	ABX	3.00%	3.51%	0.11%
Canadian Apartment Properties REIT	CAR.UN	1.00%	3.40%	0.03%
Restaurant Brands International	QSR	1.00%	3.35%	0.03%
Open Text Corporation	OTEX	1.00%	3.29%	0.03%
Magna International Inc.	MG	1.00%	3.22%	0.03%
<b>Indicated Annual Dividend Yield of the Portfolio</b>				<b>5.26%</b>

Note: Stats as of December 30, 2022

Source: RBC Capital Markets Quantitative Research

The Indicated Annual Dividend Yield of the Portfolio as of December 30, 2022 was 5.26%.





The S&P/TSX 60 Index is a product 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 60 Index.

Capitalized terms used but not defined herein have the meanings ascribed to such terms in the applicable Pricing Supplement.

Clients should evaluate the financial, market, legal, regulatory, credit, tax and accounting risks and consequences of the proposal before entering into any transaction, or purchasing any instrument. Clients should evaluate such risks and consequences independently of Royal Bank of Canada and the Dealers, RBC Dominion Securities Inc. and Laurentian Bank Securities Inc., respectively.

The Debt Securities will not constitute deposits insured under the *Canada Deposit Insurance Corporation Act*.

An investment in the Debt Securities involves risks. An investment in the Debt Securities is not the same as a direct investment in the securities that comprise the Portfolio and investors have no rights with respect to the securities in the Portfolio. The Debt Securities are considered to be "specified derivatives" under applicable Canadian securities laws. If you purchase Debt Securities, you will be exposed to changes in the Value of the Portfolio, among other factors. Price changes may be volatile and an investment in the Debt Securities may be considered to be speculative. Since the Debt Securities are not principal protected and the Principal Amount will be at risk, you could lose substantially all of your investment.

The Debt Securities are not fixed income securities and are not designed to be alternatives to fixed income or money market instruments. The Debt Securities are structured products that possess downside risk.

The initial estimated value of the Debt Securities set forth on the cover page of the applicable Pricing Supplement does not take into account the ongoing annual component of the Note Program Amount.

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