RBC Capital Markets®

RBC LiONS Accelerator Notes

Short Term to Maturity

CAD Denominated

Accelerated Return on the Upside

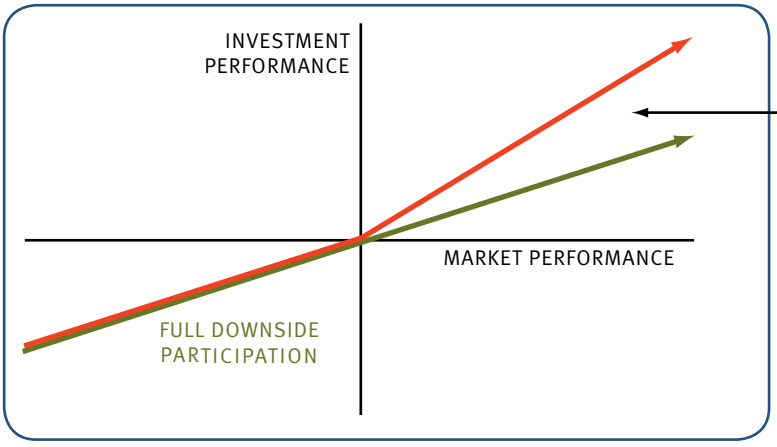
UNDERLYING ASSET CLASSES

- Equities
- Indicies
- Commodities
- Foreign Exchange

INVESTMENT HIGHLIGHTS

- Return linked to the upside price performance of the Underlying Asset as measured over the term of the Note
- If held to maturity the return on the Note will never be less than the prize return on the Underlying Asset
- For any positive performance in the Underlying Asset the investor will receive 100% of the appreciation of the Underyling Asset multiplied by the accelerated participation rate.
- For any negative performance in the Underlying Asset the investor will receive a return that is equal to the Underlying Asset's return
- CAD denominated with foreign currency protection (can also be denominated in other major curriencies eg. USD, EUR, etc.)

ILLUSTRATION OF THE PAYMENT AT MATURITY



At maturity, the return of the Note will outperform a direct investment in any positively performing Underlying Asset, excluding dividends.

Accelerator Note

Underlying Asset

SAMPLE CALCULATION OF THE PAYMENT AMOUNT

In the sample calculations below, it is assumed that the Initial Underlying Asset Level and Final Underlying Asset Level are as illustrated below. The Participation Rate is 130%. These Levels are hypothetical and are used for illustrative purposes only.

Example #1– Calculation of the Payment at Maturity where the Percentage Change is greater than 0%:

Initial Underlying Asset Level = 1,000

Final Underlying Asset Level= 1,350

Percentage Change = ((Final Underlying Asset Level – Initial Underlying Asset Level) / Initial Underlying Asset Level)
= ((1,350 – 1,000) / 1,000) = 35%

As the Percentage Change is greater than 0%, the Particpation Rate of 130% applies. Therefore, the return on the Notes is

35% x 130% = 45.5%

Payment at Maturity = $10,000 + ($10,000 X 45.5%) = $10,000 + $4,550 = $14,550

On a $10,000 investment, a 35% Percentage Change results in a payment at maturity of $14,550, a 45.5% return on the Note.

Example #2– Calculation of the Payment at Maturity where the Percentage Change is less than 0%:

Initial Underlying Asset Level = 1,000

Final Underlying Asset Level= 800

Percentage Change = ((Final Underlying Asset Level – Initial Underlying Asset Level) / Initial Underlying Asset Index Level)
= ((800 – 1,000) / 1,000) = -20%

Payment at Maturity = $10,000 + ($10,000 X -20%) = $10,000 + $-2,000 = $8,000

On a $10,000 investment, a -20% Percentage Change results in a payment at maturity of $8,000, a -20% return on the Note.V