

RBC Alternative Energy Enhanced Yield LEOS, Series 1

3 Year Term

100% Principal Protection

up to 10% Annual Coupon

Offering closes

July 31, 2007

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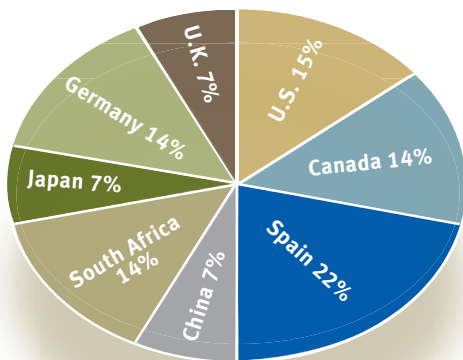
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INVESTMENT HIGHLIGHTS

- › Years 1-3: variable annual coupon linked to the performance of a global share basket of companies in the alternative energy sector
 - All positive performers within the share basket as measured from the day after the Issue Date are recorded as 10% while all others are recorded as their actual performance, provided that if the Percentage Change results in a loss of greater than -25%, the Percentage Change of such Share shall be -25%
 - Maximum annual coupon of 10% minimum annual coupon of 0%
- › No direct foreign currency exposure, all coupons paid in Canadian dollars
- › 100% Principal Protection guaranteed by RBC at maturity
- › 100% RSP eligible
- › Maturity Date: August 6, 2010

EQUITY BASKET:

An initially equally weighted basket of the common shares or depository receipts (*) of the following Companies (each an "Underlying Equity"):



Company Name	Exchange	Symbol	Primary Country of Business	Primary Business Description
Clipper Windpower PLC	London	CWP	UK	Design, engineering and manufacturing of wind turbines
Gamesa Corp Tecnologica SA	Continuous	GAM	Spain	Aeronautics and reusable energy
Iberdrola SA	Continuous	IBE	Spain	Generation of electricity and distribution of natural gas and new energies
Conergy AG	Xetra	CGY	Germany	Production of system components relating to Photovoltaic and Solar Spring Branch
Sharp Corp	Tokyo	6753	Japan	Leading manufacturer of Solar Cell / Module.
Suntech Power Holdings Co. Ltd.	NYSE	STP*	China	Design and manufacturing of photovoltaic cells
Q-Cells AG	Xetra	QCE	Germany	Development, production and marketing of solar cells
MEMC Electronic Materials Inc.	NYSE	WFR	USA	Design and manufacture electronic grade wafers for the semiconductor industry
Denison Mines Corp.	TSX	DML	Canada	Uranium
SXR Uranium One Inc.	TSX	SXR	South Africa	Uranium
Cameco Corp	TSX	CCO	Canada	Uranium and Nuclear Power
Abengoa SA	Continuous	ABG	Spain	Engineering, environmental services, and bioenergy services
Archer-Daniels Midland Co.	NYSE	ADM	USA	Oilseeds processing, corn processing and agricultural services
Sasol Ltd	NYSE	SSL*	South Africa	Liquid fuels, gas and conversion of coal into synthetic fuels and chemicals

* Denotes that the underlying securities are American Depository Receipts ("ADRs") in respect of the common shares of the specified Company.

SAMPLE CALCULATIONS OF THE PAYMENT AMOUNT

The examples set out below are included for illustration purposes only. The prices of the Shares included in the Equity Basket used to illustrate the calculation of interest are not estimates or forecasts of the prices of the Shares on which the Original Valuation Price, the Annual Valuation Prices, and/or the calculation of the Share Return Percentages, and in turn Variable Interest, will depend. All examples assume that no Extraordinary Event has occurred.

Example #1 — Hypothetical calculation of Variable Interest in respect of one Annual Period where the interest paid is positive.

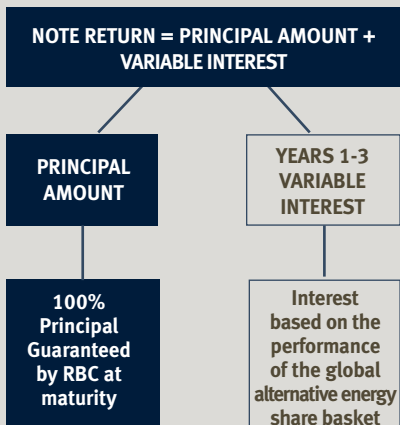
Company Name	Symbol	Original Valuation Price	Annual Valuation Price	Percentage Change	Share Return Percentage
Clipper Windpower PLC	CWP	903.50	1089.00	20.53%	10.00%
Gamesa Corp Tecnologica SA	GAM	26.72	25.98	-2.77%	-2.77%
Iberdrola SA	IBE	43.50	52.68	21.10%	10.00%
Conergy AG	CGY	59.30	78.59	32.53%	10.00%
Sharp Corp	6753	2,370.00	2,970.00	25.32%	10.00%
Suntech Power Holdings	STP	31.61	57.89	83.14%	10.00%
Q-Cells AG	QCE	59.23	66.71	12.63%	10.00%
MEMC Electronic Materials Inc.	GE	57.29	49.87	-12.95%	-12.95%
Denison Mines Corp	CCO	14.11	23.17	64.21%	10.00%
SXR Uranium One Inc.	SXR	14.71	24.75	68.25%	10.00%
Cameco Corp	CCO	55.10	48.61	-11.78%	-11.78%
Abengoa SA	ABG	29.57	32.10	8.56%	10.00%
Archer-Daniels-Midland Co.	ADM	34.38	51.03	48.43%	10.00%
Sasol Ltd.	SSL	34.84	37.38	7.29%	10.00%
Average of Share Return Percentages					5.89%
Variable Interest for Annual Period					5.89%

Example #2 — Hypothetical calculation of Variable Interest in respect of one Annual Period where the interest paid is negative.

Company Name	Symbol	Original Valuation Price	Annual Valuation Price	Percentage Change	Share Return Percentage
Clipper Windpower PLC	CWP	903.50	873.40	-3.33%	-3.33%
Gamesa Corp Tecnologica SA	GAM	26.72	15.69	-41.28%	-25.00%
Iberdrola SA	IBE	43.50	49.86	14.62%	10.00%
Conergy AG	CGY	59.30	32.56	-45.09%	-25.00%
Sharp Corp	6753	2,370.00	2,290.00	-3.38%	-3.38%
Suntech Power Holdings	STP	31.61	45.89	45.18%	10.00%
Q-Cells AG	QCE	59.23	48.34	-18.39%	-18.39%
MEMC Electronic Materials Inc.	GE	57.29	55.61	-2.93%	-2.93%
Denison Mines Corp	CCO	14.11	13.71	-2.83%	-2.83%
SXR Uranium One Inc.	SXR	14.71	17.90	21.69%	10.00%
Cameco Corp	CCO	55.10	42.59	-22.70%	-22.70%
Abengoa SA	ABG	29.57	25.87	-12.51%	-12.51%
Archer-Daniels-Midland Co.	ADM	34.38	32.98	-4.07%	-4.07%
Sasol Ltd.	SSL	34.84	33.66	-3.39%	-3.39%
Average of Share Return Percentages					-6.68%
Variable Interest for Annual Period					0.00%

Example #3 — Hypothetical example of variable interest payments. It is assumed that the Original Valuation Price and Annual Valuation Price for each Share are as illustrated below (hypothetical). The Share Return Percentages used to calculate interest payable in respect of an Annual Period would be calculated as follows:

Company Symbol	Original Valuation Price	Year 1		Year 2		Year 3	
		Annual Valuation Price	Share Return Percentage	Annual Valuation Price	Share Return Percentage	Annual Valuation Price	Share Return Percentage
CWP	903.50	1,089.00	10.00%	873.40	-3.33%	987.50	10.00%
GAM	26.72	25.98	-2.77%	15.69	-25.00%	28.90	10.00%
IBE	43.50	52.68	10.00%	49.86	10.00%	41.20	-5.29%
CGY	59.30	78.59	10.00%	32.56	-25.00%	68.34	10.00%
6753	2,370.00	2,970.00	10.00%	2,290.00	-3.38%	2,851.00	10.00%
STP	31.61	57.89	10.00%	45.89	10.00%	35.32	10.00%
QCE	59.23	66.71	10.00%	48.34	-18.39%	68.02	10.00%
WFR	57.29	49.87	-12.95%	55.61	-2.93%	61.20	10.00%
DML	14.11	23.17	10.00%	13.71	-2.83%	13.56	-3.90%
SXR	14.71	24.75	10.00%	17.90	10.00%	16.32	10.00%
CCO	55.10	48.61	-11.78%	42.59	-22.70%	60.10	10.00%
ABG	29.57	32.10	10.00%	25.87	-12.51%	33.12	10.00%
ADM	34.38	51.03	10.00%	32.98	-4.07%	31.56	-8.20%
SSL	34.84	37.38	10.00%	33.66	-3.39%	45.90	10.00%
Average of Share Return Percentages			5.89%		-6.68%		6.62%
Variable Interest for Annual Period			5.89%		0.00%		6.62%



An investment in the Deposit Notes provides opportunities for investment but may pose risks. See further details in the Information Statement dated June 18, 2007. Specific risks include:

Variable Interest – The Variable Interest payable in years 1-3 is based on the performance of the alternative energy share basket. The future performance of the share basket is unknown and could result in no interest being paid should the return on the share basket be negative.

Secondary Market Price – The price for the notes in any secondary market will be based on market conditions and could be above or below the \$100 Principal Amount.

The Information Statement in respect of the RBC Alternative Energy Enhanced Yield LEOS, Series 1 (the "Information Statement") and this highlight document do not constitute an offer or invitation by anyone in any jurisdiction in which such offer is not authorized or to any person to whom it is unlawful to make such offer or invitation. The offering and sale of the Notes, described in the Information Statement, may be subject to restrictions within any particular province or territory. The Notes may not be offered or sold in any jurisdiction outside of Canada. Royal Bank and the selling agents require persons into whose possession the Information Statement comes to inform themselves of and observe any and all such restrictions. In particular, the Notes have not been and will not be registered under the United States Securities Act of 1933 and may not be offered or sold within the United States or to, or for the account or benefit of, United States persons. No securities commission or similar authority has in any way passed upon the merits of the Notes and any representation to the contrary may be an offence. This highlight document must be read in conjunction with the Information Statement which provides additional important disclosures and risk factors in respect of the Notes. The Notes are not insured deposits under the Canada Deposit Insurance Corporation Act (Canada).