An investment combining the potential for annualised returns of up to 11%, the opportunity for quarterly market triggered redemptions, linked to a selection of diversified Stocks.

Product Summary

<table>
<thead>
<tr>
<th>Product</th>
<th>Royal Bank of Canada, rated as Aa3 (Moody’s), AA (Fitch), AA- (S&amp;P), as at 16.05.2014.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Issuer</td>
<td>Tesco PLC (TSCO LN Equity) BNP Paribas (BNP FP Equity) KLA-Tencor Corp (KLAC UW Equity) MetLife Inc (MET UN Equity) Avon Products Inc (AVP UN Equity)</td>
</tr>
<tr>
<td>Key Dates</td>
<td>Initial Valuation Date: 15 May 2014 Issue Date: 06 June 2014 Final Valuation Date: 15 May 2019 Maturity Date: 22 May 2019</td>
</tr>
<tr>
<td>Investment Term</td>
<td>5 Years</td>
</tr>
<tr>
<td>Autocall Periods</td>
<td>Quarterly – if on any Quarterly Observation Date ALL Stocks are equal to or greater than 95% of their Initial Level, the note is automatically redeemed early by the Issuer. Upon early redemption investors receive back 100% of initial capital, plus the relevant 2.75% Bonus Payment.</td>
</tr>
<tr>
<td>Bonus Payment</td>
<td>If ALL the Underlying Stocks are at or above 75% of their Initial Level (Bonus Trigger) on each quarterly Observation Date, then the investor receives a 2.75% Bonus Payment.</td>
</tr>
<tr>
<td>Capital Buffer</td>
<td>Capital is at risk if there is a fall of more than 50% in any Stock. The performance is measured by comparing the Final Valuation Level vs. the Initial Valuation Level. If no Stock has fallen by more than 50% then 100% capital is returned at Maturity. If any Stock has fallen by more than 50% (a barrier breach) then investors receive the performance of the Worst Performing Stock at Maturity, and capital will be lost.</td>
</tr>
<tr>
<td>Subscription Period</td>
<td>15.05.2014 – 06.06.2014, subject to availability.</td>
</tr>
<tr>
<td>ISIN Codes</td>
<td>EUR: XS1068512398 GBP: XS1068512554 USD: XS1068512471</td>
</tr>
</tbody>
</table>

Key Features

- 19 opportunities for market linked early redemption, every quarter if ALL Stocks are at or above 95% of their Initial Levels.
- Potential for returns equivalent to 11% p.a., in exchange for a defined level of risk – max return 55% over 5 Years.
- Regular Income of 2.75% quarterly, paid as long as all Stocks are at or above 75% of Initial Valuation Levels, observed on each quarterly Observation Date.
- Defensive outlook – important capital buffer, no loss of capital as long as none of the Stocks has fallen below 50% of its Initial Valuation Level observed on the Final Observation Date (European Barrier).

Potential Bonus Payments (example for the first 12 quarters)

1. The Key Features table above is intended to provide a broad objective overview of the product attributes. The measures used are purely illustrative and RBC makes no representation to the suitability of the Notes for individual investors.
2. Capital Risk is defined as a scale of 1 (lowest risk) to 6 (highest). Where 100% capital protection at maturity is rated 1, and 75-100% Capital protection at Maturity is rated 2, <50% Capital Protection or >40% Capital Buffer with European observation is rated 3, >40% Capital Buffer with American observation is rated 4, Delta-one payoffs are rated 5, and Leveraged exposure is rated 6. This risk measure is purely indicative and RBC makes no representation to the suitability of the Notes for individual investors.
3. Annualised Return is calculated as the potential annualised return.
4. Comparative Return is the equivalent maturity Swap rates per Bloomberg on 16.05.2014.

Fees: A fee or commissions may be payable to distributors and third parties in connection to the marketing and sale of the Notes. Further details are available on request.

For Professional Investors only, not suitable for retail distribution
Investment Description

The RBC Diversified Select Quarterly Phoenix Notes are designed for investors seeking potential growth returns (up to 11% p.a.) compared to current low deposit rates, and are moderately bullish on equity markets over the medium term.

The Notes are a Phoenix Autocall structure linked to Stocks from different sectors. In flat, rising and moderately bearish equity markets investors will receive a 2.75% Bonus Payment quarterly as long as ALL Stocks are at or above 75% of their Initial Levels. The maximum return is 55.0% over 5 years, and no memory feature on coupons missed.

The Notes ‘Autocall’ or early redeem on a quarterly Observation Date if all the Stocks are recorded as being at or above 95% of their Initial Levels. On early redemption, the Notes return 100% of capital plus the relevant 2.75% Bonus Payment.

Even if the Notes do not early redeem, they contain an important ‘Capital Buffer’ which acts as a protection feature for the investor. The Notes will return 100% of capital invested as long as none of the Stocks at the Final Valuation Date have fallen by more than 50% from their Initial Valuation Levels. Capital is at risk if any Stock has fallen by more than 50%, in which case the Final Redemption Amount will be equivalent to the performance of the Least Performing Stock and some or all capital will be lost.

Scenario Analysis

<table>
<thead>
<tr>
<th>Performance of Least Performing Stock at the Final Valuation Date (Final Level/Initial Level)</th>
<th>Redemption at Maturity (excluding Bonus Payments paid through the life of the product.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>75% ≤ WO¹ &lt; 95%</td>
<td>100%</td>
</tr>
<tr>
<td>WO¹ ≥ 95%</td>
<td>102.75%</td>
</tr>
<tr>
<td>WO¹ &lt; 50%</td>
<td>0%</td>
</tr>
</tbody>
</table>

Payoff Illustration : Autocall Mechanism & Bonus Payments

Timeline

1. ‘WO’ means the Least Performing stock.
Underlying Stocks

TESCO PLC
Tesco plc is a food retailer. The Group operates stores in the United Kingdom, Republic of Ireland, Czech Republic, Hungary, Poland, Slovakia, Turkey, Japan, Malaysia, South Korea, China, Thailand, and the United States.

Source: Bloomberg @ 16.05.2014

BNP PARIBAS
BNP Paribas S.A. attracts deposits and offers commercial, retail, investment, private and corporate banking services. The Bank also provides asset management and investment advisory services to institutions and individuals in Europe, the United States, Asia and the Emerging Markets.

Source: Bloomberg @ 16.05.2014

KLA-TENCOR CORP
KLA-Tencor Corporation manufactures yield management and process monitoring systems for the semiconductor industry. The Company's systems are used to analyze product and process quality at critical steps in the manufacture of circuits and provide feedback so that fabrication problems can be identified. KLA-Tencor operates sales, service, and application centers worldwide.

Source: Bloomberg @ 16.05.2014

METLIFE INC
MetLife, Inc. provides individual insurance, employee benefits and financial services with operations throughout the United States and the regions of Latin America, Europe, and Asia Pacific. The Company's products include life insurance, annuities, automobile and homeowners insurance, retail banking and other financial services to individuals as well as group insurance.

Source: Bloomberg @ 16.05.2014

AVON PRODUCTS INC
Avon Products, Inc. manufactures and direct sells beauty and related products. The Company markets its products to consumers worldwide through independent sales representatives. Avon's product line includes beauty, fashion and home.

Source: Bloomberg @ 16.05.2014

Risk Disclaimer
Please bear in mind that investors are exposed to the credit risk of the Issuer. The Notes are not capital protected and investors may receive back less than the original amount invested. The value of the investment can go down as well as up and investors can potentially lose all of their investment. Any secondary market provided by Royal Bank of Canada is subject to change and may be stopped without notice and investors may therefore be unable to sell or redeem the Notes until their maturity. If the Notes are redeemed early they may be redeemed at a level less than the amount originally invested.
Royal Bank of Canada: Diversified Financial Strength, Global Capabilities

- Canada’s largest bank by assets and market capitalization, with broad leadership in financial services.
- Well-diversified earnings stream across geographies and products.
- Approximately 79,000 full and part-time employees who serve more than 16 million clients worldwide.
- Top 11 bank by market capitalisation globally. (US$93.9 billion).

Among the 15 Largest Banks Globally

<table>
<thead>
<tr>
<th>Bank Name</th>
<th>Market Capitalization in US$ billion, as of February 21, 2014</th>
</tr>
</thead>
<tbody>
<tr>
<td>Wells Fargo</td>
<td></td>
</tr>
<tr>
<td>JP Morgan</td>
<td></td>
</tr>
<tr>
<td>HSBC</td>
<td></td>
</tr>
<tr>
<td>ICBC</td>
<td></td>
</tr>
<tr>
<td>Bank of America</td>
<td></td>
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<tr>
<td>China Construction Bank</td>
<td></td>
</tr>
<tr>
<td>Citigroup</td>
<td></td>
</tr>
<tr>
<td>Agricultural Bank of China</td>
<td></td>
</tr>
<tr>
<td>Bank of China</td>
<td></td>
</tr>
<tr>
<td>Commonwealth Bank of Australia</td>
<td></td>
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<tr>
<td>Banco Santander</td>
<td></td>
</tr>
<tr>
<td>BNP Paribas</td>
<td></td>
</tr>
<tr>
<td>Lloyds TSB Group</td>
<td></td>
</tr>
<tr>
<td>RBC</td>
<td>US$93.9 billion</td>
</tr>
<tr>
<td>Westpac Banking</td>
<td></td>
</tr>
</tbody>
</table>

Key metrics (C$ billions, except number of

<table>
<thead>
<tr>
<th></th>
<th>Q1 2014</th>
<th>Q4 2013</th>
<th>Q3 2013</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Assets</td>
<td>$904.7</td>
<td>$859.7</td>
<td>$851.3</td>
</tr>
<tr>
<td>Total Deposits</td>
<td>$590.4</td>
<td>$559.4</td>
<td>$546.2</td>
</tr>
<tr>
<td>Total Loans</td>
<td>$417.6</td>
<td>$410.8</td>
<td>$404.1</td>
</tr>
</tbody>
</table>

Strong Capital Ratios

<table>
<thead>
<tr>
<th></th>
<th>Q1 2014</th>
<th>Strong Credit Ratings</th>
</tr>
</thead>
<tbody>
<tr>
<td>Tier 1 Capital Ratio</td>
<td>11.5%</td>
<td>Moody’s Aa3 (stable)</td>
</tr>
<tr>
<td>Total Capital Ratio</td>
<td>13.5%</td>
<td>Fitch AA (stable)</td>
</tr>
<tr>
<td>Assets-to-Capital</td>
<td>17.6%</td>
<td>S&amp;P AA- (stable)</td>
</tr>
<tr>
<td>Common Equity Tier 1 Ratio</td>
<td>9.7%</td>
<td>DBRS AA (stable)</td>
</tr>
</tbody>
</table>

Dividend

<table>
<thead>
<tr>
<th></th>
<th>Q1 2014</th>
<th>Market Information</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Quarterly Div.</td>
<td>C$0.67</td>
<td>Ticker Symbol RY</td>
</tr>
<tr>
<td>Dividend Yield</td>
<td>3.7%</td>
<td>Stock Exchanges</td>
</tr>
</tbody>
</table>

Sources: RBC at a Glance, - First Quarter 2014, Bloomberg as of 21.02.2014

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