

RBC Payout Solutions Comparison



RBC Asset Management®

	One-Year Cashable GIC ¹	RBC Managed Payout Solution	RBC Managed Payout Solution – Enhanced	RBC Managed Payout Solution – Enhanced Plus
Target Asset Mix <ul style="list-style-type: none"> ■ One-Year Cashable GIC ■ Fixed Income ■ Equities 				
Source of Investment Income² <ul style="list-style-type: none"> ■ Capital Gains ■ Dividends ■ Interest ■ Return of Capital (ROC) 				
Payout Rate ³	3.35%	5.00%	6.00%	7.00%
Pre-tax annual payout on a \$100,000 investment ³	\$3,350	\$5,000	\$6,000	\$7,000
After-tax annual payout on a \$100,000 investment ³	\$2,178	\$3,985	\$4,971	\$6,547
Deferred taxes: capital gains accrued annually from ROC ⁴		\$123	\$273	\$760
Principal Variability ⁵	none	low	moderate	

FOR ILLUSTRATIVE PURPOSES ONLY.



- ¹ Based on actual GIC rates as at December 31, 2007. GICs are provided through Royal Bank of Canada.
- ² Based on actual results in 2007. Return of capital distribution in cash reduces the adjusted cost base, resulting in a capital gain at time of disposition.
- ³ Approximate figures based on payout rates (or GIC interest) as of December 31, 2007. For the RBC Managed Payout Solutions, the payout rate is reset annually in early January based on the net asset value per unit as of the end of the previous calendar year. The amount of cash flow payment is not guaranteed and may change with market conditions. Assumes a tax rate of 35% for ordinary income. Cash flow from mutual funds should not be confused with mutual fund rates of return. Cash flow may include interest, dividends, capital gains or a return of capital distribution. A return of capital distribution is not taxable in the year of receipt but, if received in cash, it will reduce the adjusted cost base of your fund units. This increases the capital gain realized when your units are sold, or when the adjusted cost base reaches zero. The longer you hold such an investment, the longer you can defer payment of tax arising from a return of capital distribution.
- ⁴ Return of capital distributions are generally not taxable in the year of receipt; however, when units are sold, capital gains taxes are generally due.
- ⁵ Refers to the degree of potential change in the value of your investment.

This chart is provided for information purposes only and is not intended to provide specific financial, investment, tax, legal, accounting or other advice for you, and should not be relied on in that regard. Readers should consult their own advisors when planning to implement a strategy.

Please consult your advisor and read the prospectus before investing. There may be commissions, trailing commissions, management fees and expenses associated with mutual fund investments. Mutual funds are not guaranteed; their values change frequently and past performance may not be repeated. RBC Funds are offered by RBC Asset Management Inc. and distributed through authorized dealers.