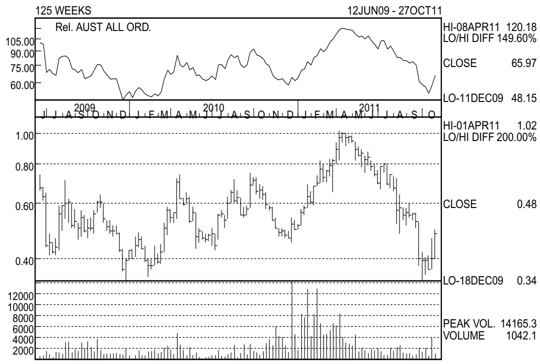


Royal Bank of Canada - Sydney Branch

Chris Drew, CFA (Analyst)
+61 2 9033 3060; chris.drew@rbccm.com

Ken Tham, CFA (Associate)
+(61) 2 9033-3064; ken.tham@rbccm.com

FY Jun	2011A	2012E	2013E
Adj EPS - Basic	(0.02)	(0.01)	0.00
P/AEPS	NM	NM	NM
Cash Cost	NA	NA	NA
Prod.	0	0	0

All values in AUD unless otherwise noted.

COMPANY UPDATE | COMMENT

OCTOBER 27, 2011

Resource Generation Ltd. (ASX: RES)

Approvals Proceeding Slowly; Eskom/Transnet Agreements Advancing

Outperform
Speculative Risk

Price:	0.51	**Price Target:**	0.80
		Implied All-In Return:	57%
Shares O/S (MM):	257.9	**Market Cap (MM):**	132
Dividend:	0.00	**Yield:**	0.0%
NAVPS:	1.55	**P/NAVPS:**	0.3x
BVPS:	0.52	**P/BVPS:**	1.0x

Major shareholders: Integrated Coal Mining 11.6%
Priced as at 1.20pm Australian EDT, October 28, 2011.

Event

Resource Generation reported its September quarterly.

Investment Opinion

RES encountered a number of headwinds for its Boikarabelo development in the Sep-qtr: Project capex was lifted in Sep to A$750m (RBCe: A$800m); the timing for approval for the environmental (NEMA) and water (IWULA) licences has been delayed again, and the Mining Right remains under appeal. Positively, an MoU was recently signed with Transnet in Oct; the formalisation of an agreement should be a key stock driver. Cash balances declined slightly to A$24m (A$25m). Maintaining Outperform rating.

Capex risk: RES increased the Boikarabelo project capex to A$750m from A$552m due to the decision to build its own power station (A$100m) and on higher wash plant costs, EPCM charges, and contingency. We forecast A$800m capex, above management guidance, and continue to adopt more conservative estimates than RES.

Approval process drags on: The timing for the NEMA (environmental) approval for the rail spur has been pushed back again to early 2012 (originally July) as a second EIA is required due to minor variations to the application. Similarly, RES hopes to receive the IWULA for water usage by the end of the year. Both approvals were anticipated during the Dec-qtr; this is an unfortunate outcome but not unexpected. The Mining Right (granted in the Mar-qtr) remains under appeal; however, RES is confident this will be confirmed.

Transnet MoU signed: While not a binding haulage agreement, the MoU with Transnet is a positive step in the development of Boikarabelo. The other key commercial agreement required is with Eskom for offtake; there was no update on this in the quarterly, but we believe discussions are progressing well.

Maintaining Outperform rating and A$0.80 price target: We continue to see substantial value in the Boikarabelo project. Key drivers of the near-term value will be an Eskom offtake and Transnet rail haulage agreement. Our NAV of A$1.55 incorporates more conservative capex, cost, timing, and price assumptions than management's. Our target of A$0.80 adjusts our NAV for an equity raising (A$350m at A$0.75) before applying a 25% risk weighting for development risks. Maintaining Outperform rating.

Priced as of prior trading day's market close, EST (unless otherwise noted).

For Required Non-U.S. Analyst and Conflicts Disclosures, see page 4.

Exhibit 1: Summary financials

Resource Generation

ASX: RES	Share Price: (A$ps)	0.51	Year end:	Jun	Stock Rating:	Outperform	Price Target:	A$0.80
	Mkt Cap: (A$MM)	132	Issued shares (m)	258	Risk Qualifier:	Speculative	NAV:	A$1.55

ASSUMPTIONS		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Exchange Rate	**A$/US$**	**0.99**	**1.02**	**0.98**	**0.94**	**0.91**	**0.85**
Exchange Rate	**US$/ZAR**	**7.00**	**7.10**	**7.18**	**7.38**	**7.50**	**7.75**
Thermal coal (FY avg)	**US$/t**	**106**	**126**	**111**	**98**	**90**	**90**
Coking coal (FY avg)	**US$/t**	**189**	**184**	**140**	**123**	**115**	**113**

RATIO ANALYSIS		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Shares on issue	MM	258	258	608	608	608	608
EPS reported	A¢	-2.0	-1.0	-0.3	-2.5	-4.1	4.8
EPS (pre sig. items)	A¢	-2.0	-1.0	-0.3	-2.5	-4.1	4.8
P/E	**x**	**nmf**	**nmf**	**nmf**	**nmf**	**nmf**	**10.6x**
CFPS	A¢	(0.6)	(1.0)	(0.3)	(2.5)	(3.8)	12.0
P/CF	x	nmf	nmf	nmf	nmf	nmf	4.3x
DPS	A¢	0.0	0.0	0.0	0.0	0.0	0.0
Dividend yield	**%**	**0.0%**	**0.0%**	**0.0%**	**0.0%**	**0.0%**	**0.0%**
Franking Level	%	0%	0%	0%	0%	0%	0%
Book value per share		0.52	0.51	0.65	0.62	0.58	0.68
P/Book value	x	1.0x	1.0x	0.8x	0.8x	0.9x	0.7x
R.O.E. (pre sig items)	%	-4%	-2%	0%	-4%	-7%	7%
R.O.A. (pre sig items)	%	-4%	-4%	-1%	-1%	0%	13%
Interest Cover	x	5.1x	4.1x	2.1x	-0.3x	0.0x	2.9x
EBITDA per share	A$ps	-0.02	-0.02	-0.01	-0.01	0.00	0.24
EV/EBITDA	**x**	**nmf**	**nmf**	**nmf**	**nmf**	**>50x**	**0.7x**

EARNINGS		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Sales Revenue	A$MM	0	0	0	0	17	358
Other Revenue	"	0	0	0	0	0	0
Total Revenue	"	**0**	**0**	**0**	**0**	**17**	**358**
Operating costs	"	0	0	0	0	(10)	(206)
Operational EBITDA	"	**0**	**0**	**0**	**0**	**7**	**152**
Exploration Expense/Write-offs	"	(1)	0	0	0	0	0
Corporate & Other Costs	"	(6)	(5)	(5)	(5)	(5)	(5)
EBITDA	"	**(6)**	**(5)**	**(5)**	**(5)**	**2**	**147**
D&A	"	(0)	0	0	0	(1)	(11)
EBIT	"	**(6)**	**(5)**	**(5)**	**(5)**	**1**	**136**
Net Interest	"	1	1	2	(17)	(36)	(46)
Profit Before Tax	"	**(5)**	**(4)**	**(3)**	**(22)**	**(34)**	**90**
Tax Expense	"	0	1	1	7	11	(28)
Minorities	"	(0)	0	0	0	(1)	(33)
Net Profit After Tax	"	**(5)**	**(3)**	**(2)**	**(15)**	**(25)**	**29**
Significant Items (post tax)	"	0	0	0	0	0	0
Reported NPAT	"	**(5)**	**(3)**	**(2)**	**(15)**	**(25)**	**29**

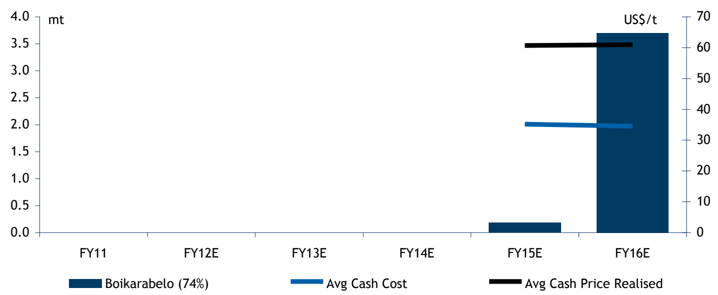
CASHFLOW		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Operational Cash Flow	**A$MM**	**-2**	**-5**	**-5**	**-5**	**2**	**147**
Net Interest	"	1	1	2	(17)	(36)	(46)
Tax Paid and Other	"	(0)	1	1	7	11	(28)
Net Operating Cashflow	"	**(2)**	**(3)**	**(2)**	**(15)**	**(23)**	**73**
Exploration	"	(7)	(5)	(5)	(5)	(5)	(5)
Capital Expenditure	"	(9)	0	(240)	(320)	(242)	(8)
Investments	"	(1)	0	0	0	0	0
Sale of PPE and Other	"	(3)	2	0	0	0	0
Net Investing Cashflow	"	**(20)**	**(4)**	**(245)**	**(325)**	**(247)**	**(13)**
Dividends Paid	"	0	0	0	0	0	0
Debt	"	0	0	200	400	0	0
Equity Issuance	"	50	0	263	0	0	0
Other	"	(8)	(1)	0	0	0	0
Net Financing Cashflow	"	**42**	**(1)**	**463**	**400**	**0**	**0**
Net change in cash	"	**20**	**(8)**	**215**	**59**	**(270)**	**60**

BALANCE SHEET		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Cash & Equivalents	A$MM	25	18	233	293	22	82
PP&E & Mine Development	"	34	34	274	594	835	833
Exploration	"	68	74	79	84	89	95
Total Assets	"	**140**	**137**	**598**	**982**	**959**	**1,021**
Debt	"	1	1	201	601	601	601
Total Liabilities	"	**5**	**5**	**205**	**605**	**605**	**605**
Total Net Assets / Equity	"	**134**	**132**	**392**	**377**	**353**	**415**
Net Debt / (Cash)	"	(24)	(17)	(32)	308	579	519
Gearing (net debt/(nd + equity)	%	(22%)	(15%)	(9%)	45%	62%	56%
Gearing (net debt/equity)	%	(18%)	(13%)	(8%)	82%	164%	125%

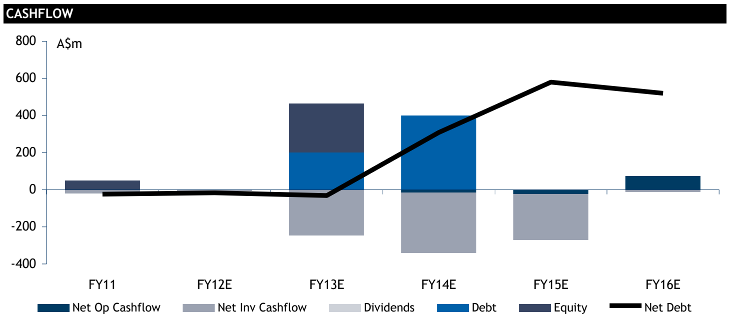
ATTRIBUTABLE MINE STATS		FY11	FY12E	FY13E	FY14E	FY15E	FY16E
Coal Production (equity)							
Boikarabelo (74%)	mt	0.0	0.0	0.0	0.0	0.2	3.7
Total coal production	**mt**	**0.0**	**0.0**	**0.0**	**0.0**	**0.2**	**3.7**
Coal Sales (equity)							
SSCC	mt	0.0	0.0	0.0	0.0	0.0	0.0
Thermal - Export	mt	0.0	0.0	0.0	0.0	0.1	1.9
Thermal - Domestic	mt	0.0	0.0	0.0	0.0	0.1	1.9
Total coal sales	**mt**	**0.0**	**0.0**	**0.0**	**0.0**	**0.2**	**3.7**
Avg Cash Price Realised	US$/t	0.0	0.0	0.0	0.0	60.7	60.9
Avg Cash Cost	**US$/t**	**0.0**	**0.0**	**0.0**	**0.0**	**35.1**	**34.6**
Cash Margin	US$/t	0.0	0.0	0.0	0.0	25.5	26.4

RESERVES AND RESOURCES (Mt)	Resources	Reserves	EV/t Resource
Waterberg #1 SW	426	314	0.03
Waterberg #1 NE	552	-	
Witkopje S & Kalkpan	664	431	**EV/t Reserve**
Draai Om	791	-	
Witkopje N	688	-	0.14
Total	**3122**	**745**	

ATTRIBUTABLE PRODUCTION AND CASH COST PROFILE



CASHFLOW



EQUITY DCF VALUATION			
Projects	**A$MM**	**A$ps**	
Boikarabelo (74%)	399	1.55	
Corporate	-25	-0.10	
Net Cash / (Debt)	24	0.09	**P / NPV**
Net Equity Value (@ 8% real d.r.)	**399**	**1.55**	**0.3x**
Shares on issue (m)	258		

Source: Company data, RBC Capital Markets estimates

Valuation

Our NAV for the Stage 1, 6mtpa development is A$1.55. We model a more conservative development path than management forecasts: we incorporate $850m capex vs. the targeted $750m, and we also assume a 12-month delay to startup, with first coal from Q2 2015. In setting our price target, we consider the need for an equity raising. We adjust our base case NAV to incorporate the dilutive effects of a $350m raising at $0.75 per share. While this is at a premium to the current share price, we consider that by the time a potential equity raising is required RES will have completed its rail agreements, Eskom offtake, approvals, BFS and debt funding, and as such will be materially de-risked, which would be expected to see the share price trade higher. Furthermore, given the degree of risk that remains with the project in terms of timeline, capex, and development hurdles, we set our price target at a 25% discount to our equity-raising-adjusted NAV. This is a greater-than-usual discount for development projects in our bulk commodities coverage universe, reflecting a view that the market is likely to more heavily discount the project given that it is in South Africa.

Price Target Impediment

As with all mining companies, world economic growth, commodity prices, and currency fluctuations could materially affect Resource Generation's earnings and valuation. There is also material development risk, with a possibility that the project takes longer and costs more to develop than management estimates. Infrastructure access poses a risk for Resource Generation: without rail-haulage agreements, it will not be able to get its product to market, undermining the project's viability. A sales agreement with Eskom will also be key to underpinning the economic viability of the project, and this is yet to be secured. In addition, the mining rights, water usage, and rail development approval are yet to be granted.

Company Description

Resource Generation is developing the Boikarabelo thermal coal project in the Waterberg coal fields, 300km north of Johannesburg, South Africa. The resource is substantial at 3bt. Stage 1 targets production of 6mtpa, split between 3mtpa export thermal coal and 3mtpa domestic thermal coal sales. Capital costs are estimated at $552m and at this stage are unfunded. Operating costs are forecast to be extremely favourable; we estimate an overall average unit cost of approximately US$33/t, benefiting from 0.6:1 strip ratios. The development is at an advanced stage, with the majority of work done and final approvals anticipated over the next three to six months. Offtake has been arranged for 1.5mt of the export coal, a port allocation is in place, and a domestic sales agreement with Eskom is under negotiation as is a rail-haulage agreement with Transnet. Longer-term, RES envisages a substantial expansion to 18mtpa production.

Required Disclosures

Non-U.S. Analyst Disclosure

Chris Drew and Ken Tham (i) are not registered/qualified as research analysts with the NYSE and/or FINRA and (ii) may not be associated persons of the RBC Capital Markets, LLC and therefore may not be subject to FINRA Rule 2711 and NYSE Rule 472 restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account.

Conflicts Disclosures

The analyst(s) responsible for preparing this research report received compensation that is based upon various factors, including total revenues of the member companies of RBC Capital Markets and its affiliates, a portion of which are or have been generated by investment banking activities of the member companies of RBC Capital Markets and its affiliates.

An analyst involved in the preparation of this report has visited certain material operations of Resource Generation Ltd..

The author is employed by Royal Bank of Canada - Sydney Branch, a securities broker-dealer with principal offices located in Sydney, Australia.

Explanation of RBC Capital Markets Equity Rating System

An analyst's 'sector' is the universe of companies for which the analyst provides research coverage. Accordingly, the rating assigned to a particular stock represents solely the analyst's view of how that stock will perform over the next 12 months relative to the analyst's sector average.

Ratings

Top Pick (TP): Represents best in Outperform category; analyst's best ideas; expected to significantly outperform the sector over 12 months; provides best risk-reward ratio; approximately 10% of analyst's recommendations.

Outperform (O): Expected to materially outperform sector average over 12 months.

Sector Perform (SP): Returns expected to be in line with sector average over 12 months.

Underperform (U): Returns expected to be materially below sector average over 12 months.

Risk Qualifiers (any of the following criteria may be present):

Average Risk (Avg): Volatility and risk expected to be comparable to sector; average revenue and earnings predictability; no significant cash flow/financing concerns over coming 12-24 months; fairly liquid.

Above Average Risk (AA): Volatility and risk expected to be above sector; below average revenue and earnings predictability; may not be suitable for a significant class of individual equity investors; may have negative cash flow; low market cap or float.

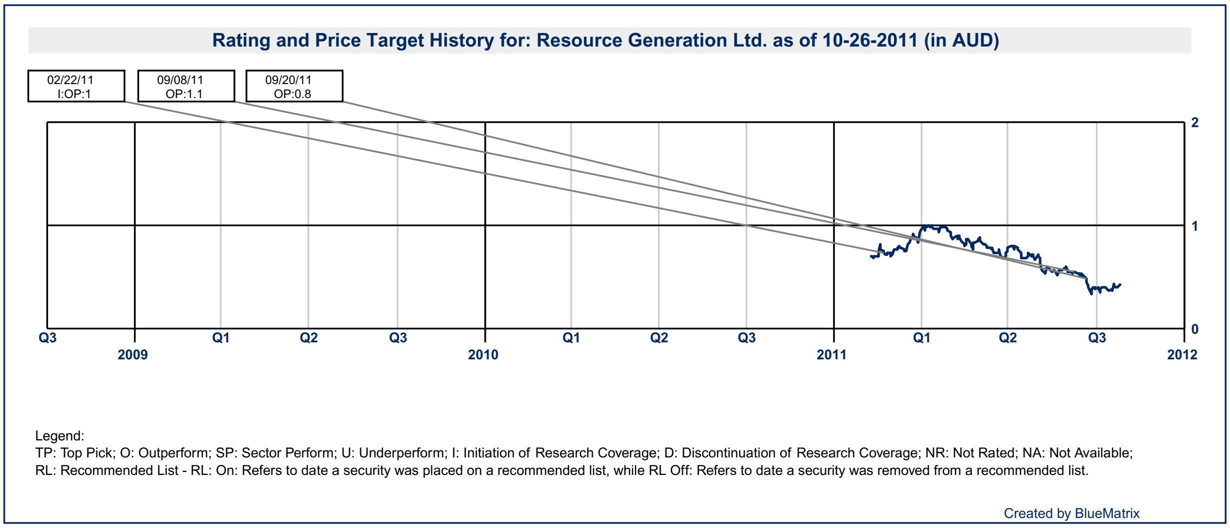
Speculative (Spec): Risk consistent with venture capital; low public float; potential balance sheet concerns; risk of being delisted.

Distribution of Ratings

For the purpose of ratings distributions, regulatory rules require member firms to assign ratings to one of three rating categories - Buy, Hold/Neutral, or Sell - regardless of a firm's own rating categories. Although RBC Capital Markets' ratings of Top Pick/Outperform, Sector Perform and Underperform most closely correspond to Buy, Hold/Neutral and Sell, respectively, the meanings are not the same because our ratings are determined on a relative basis (as described above).

Distribution of Ratings
RBC Capital Markets, Equity Research

			Investment Banking Serv./Past 12 Mos.	
Rating	Count	Percent	Count	Percent
BUY[TP/O]	776	52.90	234	30.15
HOLD[SP]	631	43.00	140	22.19
SELL[U]	60	4.10	9	15.00



References to a Recommended List in the recommendation history chart may include one or more recommended lists or model portfolios maintained by a business unit of the Wealth Management Division of RBC Capital Markets, LLC. These Recommended Lists include the Prime Opportunity List (RL 3), a former list called the Private Client Prime Portfolio (RL 4), the Guided Portfolio: Prime Income (RL 6), the Guided Portfolio: Large Cap (RL 7), the Guided Portfolio: Dividend Growth (RL 8), and the Guided Portfolio: Midcap 111 (RL9). The abbreviation 'RL On' means the date a security was placed on a Recommended List. The abbreviation 'RL Off' means the date a security was removed from a Recommended List.

Conflicts Policy

RBC Capital Markets Policy for Managing Conflicts of Interest in Relation to Investment Research is available from us on request. To access our current policy, clients should refer to
https://www.rbccm.com/global/file-414164.pdf
or send a request to RBC CM Research Publishing, P.O. Box 50, 200 Bay Street, Royal Bank Plaza, 29th Floor, South Tower, Toronto, Ontario M5J 2W7. We reserve the right to amend or supplement this policy at any time.

Dissemination of Research and Short-Term Trade Ideas

RBC Capital Markets endeavors to make all reasonable efforts to provide research simultaneously to all eligible clients, having regard to local time zones in overseas jurisdictions. RBC Capital Markets' research is posted to our proprietary websites to ensure eligible clients receive coverage initiations and changes in ratings, targets and opinions in a timely manner. Additional distribution may be done by the sales personnel via email, fax or regular mail. Clients may also receive our research via third-party vendors. Please contact your investment advisor or institutional salesperson for more information regarding RBC Capital Markets' research. RBC Capital Markets also provides eligible clients with access to SPARC on its proprietary INSIGHT website. SPARC contains market color and commentary, and may also contain Short-Term Trade Ideas regarding the securities of subject companies discussed in this or other research reports. SPARC may be accessed via the following hyperlink: https://www.rbcinsight.com. A Short-Term Trade Idea reflects the research analyst's directional view regarding the price of the security of a subject company in the coming days or weeks, based on market and trading events. A Short-Term Trade Idea may differ from the price targets and/or recommendations in our published research reports reflecting the research analyst's views of the longer-term (one year) prospects of the subject company, as a result of the differing time horizons, methodologies and/or other factors. Thus, it is possible that the security of a subject company that is considered a long-term 'Sector Perform' or even an 'Underperform' might be a short-term buying opportunity as a result of temporary selling pressure in the market; conversely, the security of a subject company that is rated a long-term 'Outperform' could be considered susceptible to a short-term downward price correction. Short-Term Trade Ideas are not ratings, nor are they part of any ratings system, and RBC Capital Markets generally does not intend, nor undertakes any obligation, to maintain or update Short-Term Trade Ideas. Short-Term Trade Ideas discussed in SPARC may not be suitable for all investors and have not been tailored to individual investor circumstances and objectives, and investors should make their own independent decisions regarding any Short-Term Trade Ideas discussed therein.

Analyst Certification

All of the views expressed in this report accurately reflect the personal views of the responsible analyst(s) about any and all of the subject securities or issuers. No part of the compensation of the responsible analyst(s) named herein is, or will be, directly or indirectly, related to the specific recommendations or views expressed by the responsible analyst(s) in this report.

Disclaimer

RBC Capital Markets is the business name used by certain branches and subsidiaries of the Royal Bank of Canada, including RBC Dominion Securities Inc., RBC Capital Markets, LLC, RBC Europe Limited, RBC Capital Markets (Hong Kong) Limited, Royal Bank of Canada, Hong Kong Branch and Royal Bank of Canada, Sydney Branch. The information contained in this report has been compiled by RBC Capital Markets from sources believed to be reliable, but no representation or warranty, express or implied, is made by Royal Bank of Canada, RBC Capital Markets, its affiliates or any other person as to its accuracy, completeness or correctness. All opinions and estimates contained in this report constitute RBC Capital Markets' judgement as of the date of this report, are subject to change without notice and are provided in good faith but without legal responsibility. Nothing in this report constitutes legal, accounting or tax advice or individually tailored investment advice. This material is prepared for general circulation to clients and has been prepared without regard to the individual financial circumstances and objectives of persons who receive it. The investments or services contained in this report may not be suitable for you and it is recommended that you consult an independent investment advisor if you are in doubt about the suitability of such investments or services. This report is not an offer to sell or a solicitation of an offer to buy any securities. Past performance is not a guide to future performance, future returns are not guaranteed, and a loss of original capital may occur. RBC Capital Markets research analyst compensation is based in part on the overall profitability of RBC Capital Markets, which includes profits attributable to investment banking revenues. Every province in Canada, state in the U.S., and most countries throughout the world have their own laws regulating the types of securities and other investment products which may be offered to their residents, as well as the process for doing so. As a result, the securities discussed in this report may not be eligible for sale in some jurisdictions. This report is not, and under no circumstances should be construed as, a solicitation to act as securities broker or dealer in any jurisdiction by any person or company that is not legally permitted to carry on the business of a securities broker or dealer in that jurisdiction. To the full extent permitted by law neither RBC Capital Markets nor any of its affiliates, nor any other person, accepts any liability whatsoever for any direct or consequential loss arising from any use of this report or the information contained herein. No matter contained in this document may be reproduced or copied by any means without the prior consent of RBC Capital Markets.

Additional information is available on request.

To U.S. Residents:
This publication has been approved by RBC Capital Markets, LLC (member FINRA, NYSE, SIPC), which is a U.S. registered broker-dealer and which accepts responsibility for this report and its dissemination in the United States. Any U.S. recipient of this report that is not a registered broker-dealer or a bank acting in a broker or dealer capacity and that wishes further information regarding, or to effect any transaction in, any of the securities discussed in this report, should contact and place orders with RBC Capital Markets, LLC.

To Canadian Residents:
This publication has been approved by RBC Dominion Securities Inc.(member IIROC). Any Canadian recipient of this report that is not a Designated Institution in Ontario, an Accredited Investor in British Columbia or Alberta or a Sophisticated Purchaser in Quebec (or similar permitted purchaser in any other province) and that wishes further information regarding, or to effect any transaction in, any of the securities discussed in this report should contact and place orders with RBC Dominion Securities Inc., which, without in any way limiting the foregoing, accepts responsibility for this report and its dissemination in Canada.

To U.K. Residents:
This publication has been approved by RBC Europe Limited ('RBCEL') which is authorized and regulated by Financial ServicesAuthority ('FSA'), in connection with its distribution in the United Kingdom. This material is not for general distribution in the United Kingdom to retail clients, as defined under the rules of the FSA. However, targeted distribution may be made to selected retail clients of RBC and its affiliates. RBCEL accepts responsibility for this report and its dissemination in the United Kingdom.

To Persons Receiving This Advice in Australia:
This material has been distributed in Australia by Royal Bank of Canada - Sydney Branch (ABN 86 076 940 880, AFSL No. 246521). This material has been prepared for general circulation and does not take into account the objectives, financial situation or needs of any recipient. Accordingly, any recipient should, before acting on this material, consider the appropriateness of this material having regard to their objectives, financial situation and needs. If this material relates to the acquisition or possible acquisition of a particular financial product, a recipient in Australia should obtain any relevant disclosure document prepared in respect of that product and consider that document before making any decision about whether to acquire the product.

To Hong Kong Residents:
This publication is distributed in Hong Kong by RBC Investment Services (Asia) Limited, RBC Investment Management (Asia) Limited and RBC Capital Markets (Hong Kong) Limited, licensed corporations under the Securities and Futures Ordinance or, by the Royal Bank of Canada, Hong Kong Branch, a registered institution under the Securities and Futures Ordinance. This material has been prepared for general circulation and does not take into account the objectives, financial situation, or needs of any recipient. Hong Kong persons wishing to obtain further information on any of the securities mentioned in this publication should contact RBC Investment Services (Asia) Limited, RBC Investment Management (Asia) Limited, RBC Capital Markets (Hong Kong) Limited or Royal Bank of Canada, Hong Kong Branch at 17/Floor, Cheung Kong Center, 2 Queen's Road Central, Hong Kong (telephone number is 2848-1388).

To Singapore Residents:
This publication is distributed in Singapore by the Royal Bank of Canada, Singapore Branch and Royal Bank of Canada (Asia) Limited, registered entities granted offshore bank and merchant bank status by the Monetary Authority of Singapore, respectively. This material has been prepared for general circulation and does not take into account the objectives, financial situation, or needs of any recipient. You are advised to seek independent advice from a financial adviser before purchasing any product. If you do not obtain independent advice, you should consider whether the product is suitable for you. Past performance is not indicative of future performance. If you have any questions related to this publication, please contact the Royal Bank of Canada, Singapore Branch or Royal Bank of Canada (Asia) Limited.

To Japanese Residents:
Unless otherwise exempted by Japanese law, this publication is distributed in Japan by or through RBC Capital Markets (Japan) Ltd., a registered type one financial instruments firm and/or Royal Bank of Canada, Tokyo Branch, a licensed foreign bank.