

Client Agreement

Guaranteed Investment Certificate (GIC)



Special Conditions – Prime-Linked Cashable GIC

The Prime-Linked Cashable GIC is a guaranteed investment certificate that permits you to earn interest based on the prime interest rate.

1. What the Words Mean

In these Special Conditions, please remember that,

“You” means any person in whose name a Prime-Linked Cashable GIC is held. If more than one person holds the GIC, then **“you”** means each of those persons, individually and together; and

“We”, **“our”** and **“us”** mean the Royal Bank of Canada if a deposit is with the bank, Royal Bank Mortgage Corporation (RBMC) if a deposit is with RBMC and Royal Trust if a deposit is with Royal Trust Corporation of Canada or, in Quebec, The Royal Trust Company.

Please also remember that,

“Administration Fee” means the administration fee of Twenty-five dollars (\$25.00) we charge for a deposit redemption request we process for you at any time during the first twenty-nine (29) days of the term;

“Agreement” means the Client Agreement – Guaranteed Investment Certificate (GIC) you have entered into with us;

“Interest Rate” means the interest rate which applies to a deposit according to its principal amount outstanding on each day during the term and the payment frequency for the interest earned on the deposit from time to time, as set out below:

If interest is paid annually or semi-annually

Principal Amount of Deposit	Interest Rate
\$ 5,000.00 - \$ 49,999.99	Prime Interest Rate <i>minus</i> 2.75%
\$ 50,000.00 - \$ 99,999.99	Prime Interest Rate <i>minus</i> 2.60%
\$ 100,000.00 - \$ 249,999.99	Prime Interest Rate <i>minus</i> 2.50%
\$ 250,000.00 - \$ 999,999.99	Prime Interest Rate <i>minus</i> 2.25%
\$ 1,000,000.00 or more	Prime Interest Rate <i>minus</i> 2.00%

If interest is paid monthly

Principal Amount of Deposit	Interest Rate
\$ 5,000.00 - \$ 49,999.99	Prime Interest Rate <i>minus</i> 2.85%
\$ 50,000.00 - \$ 99,999.99	Prime Interest Rate <i>minus</i> 2.70%
\$ 100,000.00 - \$ 249,999.99	Prime Interest Rate <i>minus</i> 2.60%
\$ 250,000.00 - \$ 999,999.99	Prime Interest Rate <i>minus</i> 2.35%
\$ 1,000,000.00 or more	Prime Interest Rate <i>minus</i> 2.10%

“Prime Interest Rate” means the annual rate of interest announced from time to time by the bank as a reference rate then in effect for determining interest rates on Canadian dollar commercial loans in Canada.

The other words used in these Special Conditions have the same meaning we have given to them in the Agreement. You will refer to the Agreement if you need to when reading those words.

2. General

These Special Conditions will form part of the Agreement and will apply to each deposit which is a Prime-Linked Cashable GIC. It replaces all prior agreements between you and us for those deposits. If there is a conflict between these Special Conditions and the Agreement, these Special Conditions will prevail.

3. Redemption Conditions

The deposit may be redeemed in whole or in part before its term has ended. In the case of a partial withdrawal, the minimum principal amount of money that must be withdrawn from the deposit is \$1,000 and the principal amount of money remaining in the deposit after the partial withdrawal must be not less than \$5,000. If the principal amount of money remaining in the deposit after a partial withdrawal is less than \$5,000, the deposit must be redeemed in whole at that time.

If the deposit is redeemed in whole or in part at any time during the first twenty-nine (29) days of the term, no interest is payable on the principal amount of money withdrawn and you will pay us an Administration Fee for that redemption. We may deduct the Administration Fee from the proceeds of the redemption.

4. Payments/Renewal

(a) **Principal:** Subject to section 3. of these Special Conditions, we will repay a deposit, together with any unpaid interest earned on it, in accordance with the Payment and Renewal instructions set out in the Agreement.

(b) **Interest:** We will pay interest on the deposit during the term at a rate equal to the Interest Rate in effect from time to time, calculated daily in accordance with the Interest Section of the Agreement, on the principal amount of the deposit outstanding on each day during the term. We will pay this interest to you on a monthly, semi-annual or annual basis in accordance with your instructions provided to us in accordance with the Payment and Renewal instructions set out in the Agreement.