



2018 SHAREHOLDER UPDATE



Royalty
CAPITAL CORPORATION



Dear Shareholder,

2018 was a tremendous transition year for Royalty Capital Corporation (RCC). We moved from raising capital to becoming a fully-licensed, operational life insurance company marketing our insurance products in Illinois, Kansas and Missouri.

Our initial product, the Royalty Capital Legacy Builder (RCLB) is a modified premium whole life insurance product with a flexible premium deferred annuity rider that is designed to provide security through life insurance benefits, however, the primary focus of the product will be to provide living benefits. The annuity rider has a lifetime interest rate guarantee of 3.0%. The initial crediting rate was set at 4.5%, however, the Board of Directors approved an increase to 4.75% at our April 9th board meeting. Many shareholders are making the decision to purchase this product for their children and grandchildren as well as recommending it to their friends and family. This is a great way for someone to leave a generational legacy. We appreciate those who have purchased this policy and thank you for your referrals.

As mentioned in our September 28, 2018 update, marketing of the RCLB is being conducted by United Services Agency (USA). This agency was formed by a team of insurance professionals including our Vice Chairman, Ted Lung. The combined team has over 130 years of insurance sales and management experience. The agency continues to appoint new representatives and now has over 20 agents actively marketing the RCLB. If you or anyone you know has an interest in becoming an agent, please contact USA at (573) 424-6631.

Our annual shareholder meeting is scheduled for July 31, 2019 at 1:00 PM Central Daylight Time in the Spirit of St. Louis Room at the Marriott St. Louis Airport, 10700 Pear Tree Lane, 9th Floor, St. Louis, MO 63134.

We thank you, our shareholders, for helping us build RCC. We made phenomenal headway in 2018 and look forward to reaching our goal of building a profitable company. We will keep you apprised of our progress and the continued success of our insurance operations.

Sincerely,

John C. Todd

President and Chief Executive Officer



Executive Officers and Board of Directors



Gregg E. Zahn
Chairman of the Board
Director



John C. Todd
President
Chief Executive Officer
Director



Theodore T. Lung
Vice Chairman
Director



William S. Lay
Secretary, Treasurer
Director



Steven L. Beal
Director



George "Bill" Beck
Director



Matthew P. Breuer
Director



John G. Eilering
Director



George N. Gaynor
Director



William J. Howard
Director



Corbyn W. Jones
Director



David Keller
Director



Willard C. McNitt III
Director



John Michael Otten
Director



Richard H. Straeter
Director



Corporate Information

Corporate Office

19250 Everett Lane
Suite 201
Mokena, IL 60448
(708) 995-7748 phone
(708) 995-5298 fax

Annual Shareholder Meeting

July 31, 2019
1:00 PM (Central)

Location:

Marriott St. Louis Airport
10700 Pear Tree Lane
St. Louis, MO 63134

Independent Auditors

Kerber, Eck and Braeckel LLP
3200 Robbins Road
Suite 200A
Springfield, IL 62704

Investor Relations

Additional copies of this report are available without charge and may be obtained by written request to Investor Relations at the corporate address.

Market Information

Trading of the Company's common stock is limited and sporadic and an established market does not exist.

Computershare Trust Company

C/O Shareholder Services
462 South 4th Street
Suite 1600
Louisville, KY 40202

Shareholder Service Line

800-962-4284 or 781-575-3120

Royalty Capital Corporation

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