

TAX FREE SAVING FOR YOUR FINANCIAL GOALS

RRSP & TFSA

Registered Retirement Savings Plan Tax Free Savings Account

Often saving for the future involves using both RRSPs and TFSAs.

INVESTING

Annual Contribution Limits

\$6,000 TFSA	\$27,230 2020 RRSP	\$27,830 2021 RRSP
-----------------	-----------------------	-----------------------



Cash and Term Deposits



Bonds, Stocks and Equities



Mutual Funds

TFSA & RRSP Eligible Investments

Eligibility age to start Contributions



TFSA age 18



RRSP to age 71

Tax deductible Contributions



RRSP

Contributions are tax deductible



TFSA

Contributions are NOT tax deductible

RRSP



AGE **71**

Age when you must convert your RRSP to a RRIF.

You must start to withdraw in the year you turn 72.

WITHDRAWING FUNDS



Withdrawals are taxed as income

RRSPs investments grow tax-deferred. Tax is paid when the funds are withdrawn.

No tax on Withdrawals



TFSAs are purchased with after-tax dollars so no tax is paid when the funds are withdrawn.

n/a

There is no age limit when you must start withdrawing funds from a TFSA.

Both RRSPs and TFSAs offer tax advantages to save for both long and short-term goals.

LEARN MORE ABOUT TAX FREE SAVINGS

Fred Bowie, CEA
BOWIE FINANCIAL INC.
613-416-2020 Fred@BowieCanHelp.com

