

RRSP OR TFSA



Annual **limit** ≈ 18% of eligible income
minus pension adjustment
Non-contributed **rights** accumulate
Contribute until 71 years old



Annual **limit** = \$6,000
Non-contributed **rights** accumulate
Contribute for life
(starting at 18 or 19 years old)

Tax deductions associated
with contributions
Taxed at withdrawal



No contribution-related deduction
No taxation at withdrawal
No impact on social program benefits

Not taxed when borrowing to buy your first
home or for continuing education



Value of withdrawals added back to next
year's contribution rights

Retirement investment discipline
Spousal RRSP available
Tool for tax deferral to lower-income years



Flexible tool for financing mid- to
long-term projects
Withdrawals are not taxed

Must close at 71 years old
Limit affected by pension plan
Withholdings at withdrawal



No tax incentive at contribution
Small annual contribution limit

