

# 10 WAYS to grow your RRSP

Canadians are increasingly relying on their own resources to fund their retirements. Here are ten strategies to make your RRSP grow and increase your retirement capital.

1  Contribute the maximum\*  
**\$27,230** 2020 MAXIMUM

2  Start contributing early  
Starting early allows for more time for your investment to grow tax-deferred.

3  Make an annual lump sum at the start of the year  
Starting early allows for more time for your investment to grow tax-deferred.

4  Contribute monthly  
As an alternative to investing annually, monthly investing allows you to take advantage of dollar cost averaging and ensures you are making regular investments.

5  Earn a higher rate of return  
Even a small difference makes a big impact over several years until you are ready to retire.

6  Contribute to a spousal RRSP  
Spousal RRSPs are a great way to split income with your spouse in retirement. This can result in a lower tax bill.

7  Reinvest your tax refund  
If you take your tax refund from last year, and add it to your annual RRSP contribution for the current year - this increased investment can increase your tax refund in the current year.

8  Borrow to invest\*\*  
Borrowing to maximize your RRSP contribution usually leaves you further ahead than making a smaller contribution.

9  Set a target  
Determine your desired retirement lifestyle. Defining this objective will allow you to set a savings target for your RRSP and will let you gauge your progress.

10  Work with us  
We will work with you to create a plan that will help you achieve a strong financial future.

Contact our office today to learn how we can help you with your plans.

 **Investment  
Planning Counsel**<sup>®</sup>

FINANCIAL SOLUTIONS FOR LIFE

This is a general guide only and not intended to replace professional financial and tax advice in any form. Please consult your financial advisor on how it relates to your situation.

\*The RRSP contribution limit varies by individual. Speak with your financial advisor about maximizing your contribution.

\*\*Some terms and conditions may apply. RRSP loans are subject to credit approval. Borrowing to invest is not for everyone and will depend on the individual's risk tolerance and time horizon; please speak to your financial advisor to find out if borrowing to invest is right for you.

Trademarks owned by Investment Planning Counsel Inc. and licensed to its subsidiary corporations. Investment Planning Counsel is a fully integrated Wealth Management Company. Mutual Funds available through IPC Investment Corporation and IPC Securities Corporation. Securities available through IPC Securities Corporation, a member of the Canadian Investor Protection Fund. Insurance products available through IPC Estate Services Inc. & PPI Solutions. Infographic designed by Ativa Interactive. © Copyright 2020. All Rights Reserved.