

PREPARING OUR CHILDREN FOR TOMORROW

Registered Education Savings Fund

A government approved plan designed to assist Canadians to save for post-secondary education.



Contributions are NOT tax-deductible

Types of RESP Plans



Single



Family

Lifetime contribution limit
\$50,000



Growth is tax-deferred

RESP can last for thirty-five years



Anyone—parents, grandparents, other family members and friends—can open an RESP for a child

Eligible Investments

Unlike RRSPs, RESPs have no restrictions on eligible investments



MUTUAL FUNDS



STOCKS



BONDS



GICs



ETFs



SEGREGATED FUNDS

Eligibility Requirements

Beneficiaries must attend a post-secondary school full-time or on a part-time basis.



Qualifying schools include universities, colleges, CEGEPs, technical and vocational colleges and some foreign universities.

Canadian Education Savings Grant ~ CESG

A federal government grant to encourage Canadians to save for post-secondary education.

Annual CESG Amount



of the annual RESP contribution



Carry-forward

Unused CESG contribution room can be carried forward. The maximum grant payable in any one year is \$1,000.

Eligibility for CESG

17

Age 17 or under



Canadian resident



Valid SIN

\$500 Annual maximum
\$7,200 Lifetime maximum

If none of the beneficiaries attend school by age 21 and the RESP has been in place for at least 10 years, the subscriber can withdraw the plan's accumulated growth (the principal can be withdrawn tax-free). Tax must be paid on the amount plus an additional 20% penalty tax.



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BE STRONG
AT EVERY STAGE™

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