

7 good reasons to participate



Your employer has put in place a registered retirement savings plan (RRSP) and a tax-free savings account (TFSA) to help you save.

Here are 7 good reasons to participate in your employer's RRSP and TFSA.

1 Public plans are not sufficient

\$14,000 per year: that's how much the average Canadian receives in government retirement benefits. For most people, this amount is not enough to enjoy a comfortable retirement or even take care of their basic needs. You must therefore have additional sources of retirement income.

2 To avoid outliving your savings

The good news? Life expectancies continue to increase. People live longer, and are in better health. The not-so-good news? You must save more if you wish to have enough money throughout your retirement years.

3 The sooner you begin, the easier it is to save

The sooner you begin, the easier it is to save, and you can avoid having to invest larger amounts as you approach retirement. For example:

Two individuals have invested the same amount for the same period (35 years). The person who began to invest at age 20 has an additional \$59,700 at age 65 thanks to the magic of compound interest.

Annual contributions	Total investment	Sum accumulated by age 65
\$1,000 per year from age 20 to 54	\$35,000	\$154,500
\$1,000 per year from age 30 to 64	\$35,000	\$94,800

Based on a rate of return of 5%

4

You will receive tax savings

The sums you invest in your RRSP (only) are tax deductible, which reduces your taxable income. You will save today and grow your savings for the future! Income earned in your RRSP and TFSA grows tax-free.

5

More money thanks to competitive management fees

With the RRSP and TFSA, you will pay lower management fees than with most individual products. In the long term, these lower management fees could translate into potentially higher retirement income savings.

6

You will save without even realizing it

Thanks to deductions at source, you will save without even realizing it. You'll see: saving will easily become a habit.

7

To make sure this new chapter in your life is a success

Retirement is the beginning of a new chapter! It's when you can finally do what you've always dreamed of doing. It's the time to travel and have new experiences. No matter what you aim to do in retirement, proper planning is key to make it everything you hope it will be. The TFSA also helps you meet your needs for anything else that's important to you, in the near future.

**Participating in your employer's RRSP and TFSA
is an excellent way to build your financial future!**

INVESTED IN YOU.

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