

Tax Free Savings Accounts

Investors who are looking to put their hard earned savings in an account that is more flexible than an RRSP but still offers tax benefits, can consider the new Tax Free Savings Account (TFSA).

In 2009, the Canadian government introduced a new way for investors to cut down on taxes while saving money. While RRSPs are primarily intended for retirement and allow for income tax benefits, TFSAs allow for easier access to tax free savings.

Either alone or combined with other financial products, a TFSA can help you build a strong financial portfolio.

- * While contributions are not deductible for income tax purposes, all investment and growth income earned in a TFSA, including capital gains, will not be taxed, even when withdrawn

- * Set aside up to \$5,000 at year (unused contributions can be carried forward) and watch it grow tax free in an easy-to-access account

- * After a waiting period, re-invest all money withdrawn from the account

- * Earnings in the account do not impact benefits that depend on income levels, like the Canada Child Tax Benefit

- * All Canadians aged 18 and older are eligible for a TFSA

Contact me today to determine whether a Tax Free Savings Account is a good choice for you.

Call (519)940-2650 or email info@charisfinancial.ca for more details regarding your needs.