

	<b>RRSP</b>	<b>TFSA</b>
<b>Contribution funding</b>	Before-tax money; tax deductible	After-tax money; not tax deductible
<b>Tax on investment income</b>	None while assets are in RRSP	None while assets are in TFSA
<b>Withdrawal</b>	Treated as earned income and taxed as such	No tax consequence
<b>Effect on income-tested benefits or credits</b>	Withdrawal may reduce benefits such as OAS, GIS, the child tax benefit and the age credit	No effect on income-tested benefits and credits
<b>Age limit</b>	No age limit to open a RRSP but eligibility is dependent on earned income. RRSP must be converted into RRIF upon age 71	Must be 18 years old to open but no age limit to collapse
<b>Contribution amount</b>	For 2021, the lower of \$27,830 or 18% of your earned income.  <b>**check your "Notice of Assessment" **</b>	\$6,000 per annum indexed to inflation in \$500 increments starting in 2010.  <b>**check your "Notice of Assessment" **</b>
<b>Qualified investment</b>	As specified by CRA (typically GICs, mutual funds, stocks, and bonds)	As specified by CRA (typically GICs, mutual funds, stocks, and bonds)
<b>Over-contribution penalty</b>	1% per month on amount over contributed	1% per month on amount over contributed including all realized gains taxed @ 100%
<b>Beneficiary designation</b>	Yes	Yes
<b>Carry-forward of contribution</b>	Yes, indefinitely	Yes. In addition, contribution room can be recreated following withdrawals from previous calendar year(s)
<b>Rollover upon death</b>	<b>Tax deferred</b> rollover to spouse only	<b>Tax free</b> rollover to spouse or other beneficiaries. However, investment income earned after death will no longer be tax exempt
<b>Spousal contribution</b>	Spousal contribution goes into a spousal RRSP account	Spousal contribution goes directly into the spouse's TFSA account (No attribution rule applies)
<b>Carrying charges (fees)</b>	Not deductible	Not deductible
<b>Creditor Protection</b>	Yes (except for contributions made within 12 months prior to bankruptcy)	No
<b>CRA reporting</b>	"Notice of Assessment"	"Notice of Assessment"
<b>Loan collateral</b>	Cannot be used as collateral	Can be used as collateral