

Borrowing to Invest in RRSP

Borrowing to invest in an RRSP can be a sound investment strategy. In addition, applying the resulting tax refund to the loan can greatly accelerate the repayment of your loan.

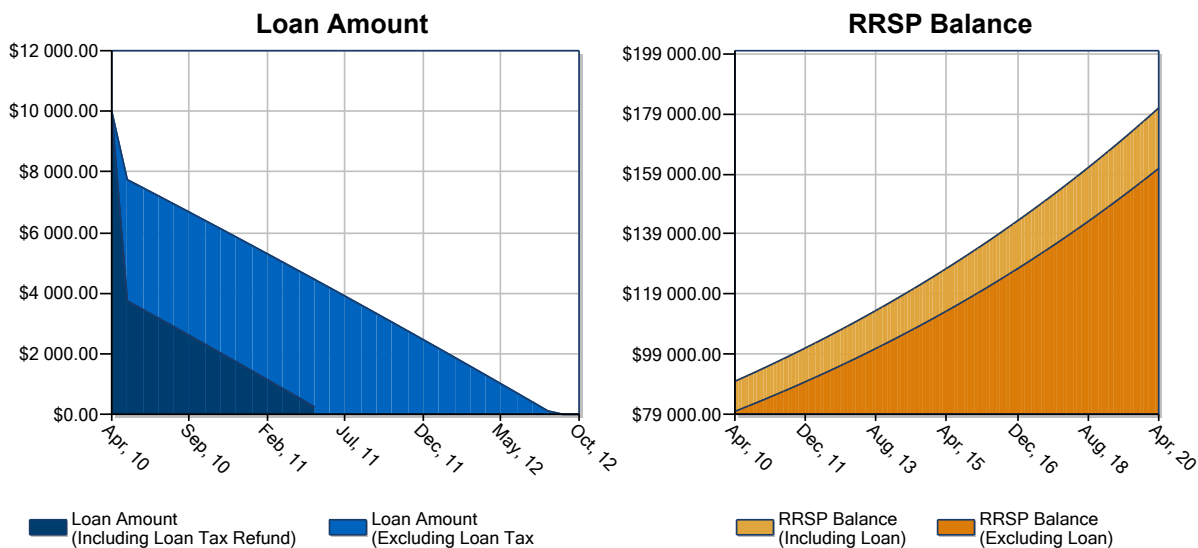
Loan Details		Assumptions	
Loan Amount	\$10 000.00	Current RRSP Balance	\$75 000.00
Interest Rate	5.00 %	Anticipated Tax Refund (Month)	May
Payment Frequency	Monthly	Additional Lump-Sum Contribution	\$5 000.00
Term	3 Year(s)	Apply Lump-Sum Tax Refund to Loan	Yes
Loan Start (Month)	April	Marginal Tax Rate	40.00 %
		Year(s) to Retirement	10
		Expected Rate of Return	7.00 %

Summary

	Including Loan Tax Refund	Excluding Loan Tax Refund	Difference
Loan Payment	\$299.71	\$299.71	\$0.00
Total Loan Payment	\$4 150.59	\$8 508.04	\$4 357.45
Number of payment(s)	14	29	15
Cost of Borrowing	\$150.59	\$508.04	\$357.45
Tax Refund from Loan Amount	\$4 000.00	\$0.00	(\$4 000.00)
Tax Refund from Lump-Sum Contribution	\$2 000.00	\$2 000.00	\$0.00
Calculated Breakeven Lump-Sum Contribution *	\$10 000.00	\$20 000.00	\$10 000.00

* By increasing your lump-sum contribution by this amount it will generate enough tax refund to repay the remaining loan amount as of the indicated anticipated tax refund period.)

	Including Loan	Excluding Loan	Difference
RRSP Balance at Retirement	\$180 869.52	\$160 772.91	\$20 096.61



Period	Loan Information including loan tax refund					RRSP Information	
	Tax Refund	Payment	Interest	Principal	Loan Amount	Interest	Balance
0 - Apr 2010	\$0.00	\$0.00	\$0.00	\$0.00	\$10 000.00	\$0.00	\$90 000.00
1 - May 2010	\$6 000.00	\$299.71	\$41.67	\$10 000.00	\$3 741.96	\$525.00	\$90 525.00
2 - Jun 2010	\$0.00	\$299.71	\$15.59	\$3 741.96	\$3 457.84	\$528.06	\$91 053.06
3 - Jul 2010	\$0.00	\$299.71	\$14.41	\$3 457.84	\$3 172.54	\$531.14	\$91 584.21
4 - Aug 2010	\$0.00	\$299.71	\$13.22	\$3 172.54	\$2 886.05	\$534.24	\$92 118.45
5 - Sep 2010	\$0.00	\$299.71	\$12.03	\$2 886.05	\$2 598.37	\$537.36	\$92 655.80
6 - Oct 2010	\$0.00	\$299.71	\$10.83	\$2 598.37	\$2 309.48	\$540.49	\$93 196.30

Loan Information including loan tax refund						RRSP Information	
Period	Tax Refund	Payment	Interest	Principal	Loan Amount	Interest	Balance
7 - Nov 2010	\$0.00	\$299.71	\$9.62	\$2 309.48	\$2 019.40	\$543.65	\$93 739.94
8 - Dec 2010	\$0.00	\$299.71	\$8.41	\$2 019.40	\$1 728.10	\$546.82	\$94 286.76
9 - Jan 2011	\$0.00	\$299.71	\$7.20	\$1 728.10	\$1 435.59	\$550.01	\$94 836.76
10 - Feb 2011	\$0.00	\$299.71	\$5.98	\$1 435.59	\$1 141.87	\$553.21	\$95 389.98
11 - Mar 2011	\$0.00	\$299.71	\$4.76	\$1 141.87	\$846.91	\$556.44	\$95 946.42
12 - Apr 2011	\$0.00	\$299.71	\$3.53	\$846.91	\$550.73	\$559.69	\$96 506.11
13 - May 2011	\$0.00	\$299.71	\$2.29	\$550.73	\$253.32	\$562.95	\$97 069.06
14 - Jun 2011	\$0.00	\$254.38	\$1.06	\$253.32	\$0.00	\$566.24	\$97 635.30
15 - Jul 2011	-	-	-	-	-	\$569.54	\$98 204.83
16 - Aug 2011	-	-	-	-	-	\$572.86	\$98 777.70
17 - Sep 2011	-	-	-	-	-	\$576.20	\$99 353.90
18 - Oct 2011	-	-	-	-	-	\$579.56	\$99 933.46
19 - Nov 2011	-	-	-	-	-	\$582.95	\$100 516.41
20 - Dec 2011	-	-	-	-	-	\$586.35	\$101 102.76
21 - Jan 2012	-	-	-	-	-	\$589.77	\$101 692.52
22 - Feb 2012	-	-	-	-	-	\$593.21	\$102 285.73
23 - Mar 2012	-	-	-	-	-	\$596.67	\$102 882.39
24 - Apr 2012	-	-	-	-	-	\$600.15	\$103 482.54
25 - May 2012	-	-	-	-	-	\$603.65	\$104 086.19
26 - Jun 2012	-	-	-	-	-	\$607.17	\$104 693.36
27 - Jul 2012	-	-	-	-	-	\$610.71	\$105 304.07
28 - Aug 2012	-	-	-	-	-	\$614.27	\$105 918.34
29 - Sep 2012	-	-	-	-	-	\$617.86	\$106 536.20
30 - Oct 2012	-	-	-	-	-	\$621.46	\$107 157.66
31 - Nov 2012	-	-	-	-	-	\$625.09	\$107 782.75
32 - Dec 2012	-	-	-	-	-	\$628.73	\$108 411.48
33 - Jan 2013	-	-	-	-	-	\$632.40	\$109 043.88
34 - Feb 2013	-	-	-	-	-	\$636.09	\$109 679.97
35 - Mar 2013	-	-	-	-	-	\$639.80	\$110 319.77
36 - Apr 2013	-	-	-	-	-	\$643.53	\$110 963.30
37 - May 2013	-	-	-	-	-	\$647.29	\$111 610.59
38 - Jun 2013	-	-	-	-	-	\$651.06	\$112 261.65
39 - Jul 2013	-	-	-	-	-	\$654.86	\$112 916.51
40 - Aug 2013	-	-	-	-	-	\$658.68	\$113 575.19
41 - Sep 2013	-	-	-	-	-	\$662.52	\$114 237.71
42 - Oct 2013	-	-	-	-	-	\$666.39	\$114 904.10
43 - Nov 2013	-	-	-	-	-	\$670.27	\$115 574.37
44 - Dec 2013	-	-	-	-	-	\$674.18	\$116 248.56



Loan Information including loan tax refund						RRSP Information	
Period	Tax Refund	Payment	Interest	Principal	Loan Amount	Interest	Balance
45 - Jan 2014	-	-	-	-	-	\$678.12	\$116 926.67
46 - Feb 2014	-	-	-	-	-	\$682.07	\$117 608.75
47 - Mar 2014	-	-	-	-	-	\$686.05	\$118 294.80
48 - Apr 2014	-	-	-	-	-	\$690.05	\$118 984.85
49 - May 2014	-	-	-	-	-	\$694.08	\$119 678.93
50 - Jun 2014	-	-	-	-	-	\$698.13	\$120 377.05
51 - Jul 2014	-	-	-	-	-	\$702.20	\$121 079.25
52 - Aug 2014	-	-	-	-	-	\$706.30	\$121 785.55
53 - Sep 2014	-	-	-	-	-	\$710.42	\$122 495.97
54 - Oct 2014	-	-	-	-	-	\$714.56	\$123 210.53
55 - Nov 2014	-	-	-	-	-	\$718.73	\$123 929.25
56 - Dec 2014	-	-	-	-	-	\$722.92	\$124 652.17
57 - Jan 2015	-	-	-	-	-	\$727.14	\$125 379.31
58 - Feb 2015	-	-	-	-	-	\$731.38	\$126 110.69
59 - Mar 2015	-	-	-	-	-	\$735.65	\$126 846.34
60 - Apr 2015	-	-	-	-	-	\$739.94	\$127 586.27
61 - May 2015	-	-	-	-	-	\$744.25	\$128 330.53
62 - Jun 2015	-	-	-	-	-	\$748.59	\$129 079.12
63 - Jul 2015	-	-	-	-	-	\$752.96	\$129 832.08
64 - Aug 2015	-	-	-	-	-	\$757.35	\$130 589.44
65 - Sep 2015	-	-	-	-	-	\$761.77	\$131 351.21
66 - Oct 2015	-	-	-	-	-	\$766.22	\$132 117.42
67 - Nov 2015	-	-	-	-	-	\$770.68	\$132 888.11
68 - Dec 2015	-	-	-	-	-	\$775.18	\$133 663.29
69 - Jan 2016	-	-	-	-	-	\$779.70	\$134 442.99
70 - Feb 2016	-	-	-	-	-	\$784.25	\$135 227.24
71 - Mar 2016	-	-	-	-	-	\$788.83	\$136 016.07
72 - Apr 2016	-	-	-	-	-	\$793.43	\$136 809.50
73 - May 2016	-	-	-	-	-	\$798.06	\$137 607.55
74 - Jun 2016	-	-	-	-	-	\$802.71	\$138 410.26
75 - Jul 2016	-	-	-	-	-	\$807.39	\$139 217.65
76 - Aug 2016	-	-	-	-	-	\$812.10	\$140 029.76
77 - Sep 2016	-	-	-	-	-	\$816.84	\$140 846.60
78 - Oct 2016	-	-	-	-	-	\$821.61	\$141 668.20
79 - Nov 2016	-	-	-	-	-	\$826.40	\$142 494.60
80 - Dec 2016	-	-	-	-	-	\$831.22	\$143 325.82

Loan Information including loan tax refund						RRSP Information	
Period	Tax Refund	Payment	Interest	Principal	Loan Amount	Interest	Balance
81 - Jan 2017	-	-	-	-	-	\$836.07	\$144 161.89
82 - Feb 2017	-	-	-	-	-	\$840.94	\$145 002.83
83 - Mar 2017	-	-	-	-	-	\$845.85	\$145 848.68
84 - Apr 2017	-	-	-	-	-	\$850.78	\$146 699.46
85 - May 2017	-	-	-	-	-	\$855.75	\$147 555.21
86 - Jun 2017	-	-	-	-	-	\$860.74	\$148 415.95
87 - Jul 2017	-	-	-	-	-	\$865.76	\$149 281.71
88 - Aug 2017	-	-	-	-	-	\$870.81	\$150 152.52
89 - Sep 2017	-	-	-	-	-	\$875.89	\$151 028.41
90 - Oct 2017	-	-	-	-	-	\$881.00	\$151 909.41
91 - Nov 2017	-	-	-	-	-	\$886.14	\$152 795.55
92 - Dec 2017	-	-	-	-	-	\$891.31	\$153 686.85
93 - Jan 2018	-	-	-	-	-	\$896.51	\$154 583.36
94 - Feb 2018	-	-	-	-	-	\$901.74	\$155 485.10
95 - Mar 2018	-	-	-	-	-	\$907.00	\$156 392.09
96 - Apr 2018	-	-	-	-	-	\$912.29	\$157 304.38
97 - May 2018	-	-	-	-	-	\$917.61	\$158 221.99
98 - Jun 2018	-	-	-	-	-	\$922.96	\$159 144.95
99 - Jul 2018	-	-	-	-	-	\$928.35	\$160 073.30
100 - Aug 2018	-	-	-	-	-	\$933.76	\$161 007.06
101 - Sep 2018	-	-	-	-	-	\$939.21	\$161 946.27
102 - Oct 2018	-	-	-	-	-	\$944.69	\$162 890.95
103 - Nov 2018	-	-	-	-	-	\$950.20	\$163 841.15
104 - Dec 2018	-	-	-	-	-	\$955.74	\$164 796.89
105 - Jan 2019	-	-	-	-	-	\$961.32	\$165 758.20
106 - Feb 2019	-	-	-	-	-	\$966.92	\$166 725.13
107 - Mar 2019	-	-	-	-	-	\$972.56	\$167 697.69
108 - Apr 2019	-	-	-	-	-	\$978.24	\$168 675.93
109 - May 2019	-	-	-	-	-	\$983.94	\$169 659.87
110 - Jun 2019	-	-	-	-	-	\$989.68	\$170 649.55
111 - Jul 2019	-	-	-	-	-	\$995.46	\$171 645.01
112 - Aug 2019	-	-	-	-	-	\$1 001.26	\$172 646.27
113 - Sep 2019	-	-	-	-	-	\$1 007.10	\$173 653.37
114 - Oct 2019	-	-	-	-	-	\$1 012.98	\$174 666.35
115 - Nov 2019	-	-	-	-	-	\$1 018.89	\$175 685.24
116 - Dec 2019	-	-	-	-	-	\$1 024.83	\$176 710.07



Loan Information including loan tax refund						RRSP Information	
Period	Tax Refund	Payment	Interest	Principal	Loan Amount	Interest	Balance
117 - Jan 2020	-	-	-	-	-	\$1 030.81	\$177 740.88
118 - Feb 2020	-	-	-	-	-	\$1 036.82	\$178 777.70
119 - Mar 2020	-	-	-	-	-	\$1 042.87	\$179 820.57
120 - Apr 2020	-	-	-	-	-	\$1 048.95	\$180 869.52

This report is provided for illustration purposes only. The ability to forecast your future financial situation is impacted by a wide variety of factors many of which can change significantly over time and not all of which can be included in this calculation. You should regularly review your current financial position and future goals to improve the likelihood of achieving success. We cannot guarantee its accuracy or completeness.