



2022 Tax Free Savings Account Update

Dear clients,

We hope you all had a safe and happy New Year.

As 2022 gets underway, we would like to provide you with the updated contribution limit for TFSAs in order for you to maximize the benefit of these tax-efficient accounts:

Starting January 1, 2022, you can contribute an additional \$6,000 to your TFSA to benefit from additional tax-free investment growth. With contribution room from 2009 through 2022, you may be able to contribute up to the lifetime limit of \$81,500 to your TFSA if you have not contributed before.

You can set up your annual contribution through your bank account as a bill payment (or through the Transfer Funds option online if you are an RBC bank client). You may also contact us directly if you would like to make the contribution from your non-registered investment account at RBC DS.

With a TFSA, you can contribute up to your contribution limit each year:

- \$5,000 for 2009 – 2012
- \$5,500 for 2013 & 2014
- \$10,000 for 2015
- \$5,500 for 2016 – 2018
- \$6,000 for 2019 - 2022

Earn tax-free investment income including interest, dividends and capital gains, and even make withdrawals – at any time, for any reason – without paying tax. Although this may not sound like much at first, with tax-free compound growth, it can add up over time.

Contribution room accumulates every year starting at age 18, and can be carried forward indefinitely. You can continue contributing to your TFSA even when you're retired.

If you have any questions about TFSAs, or any other information regarding your account(s), please do not hesitate to contact us.

Best regards,

Ord Private Wealth Management

John, Tim, Liam & Kristen