

Individual Pension Plan (IPP) - Examples

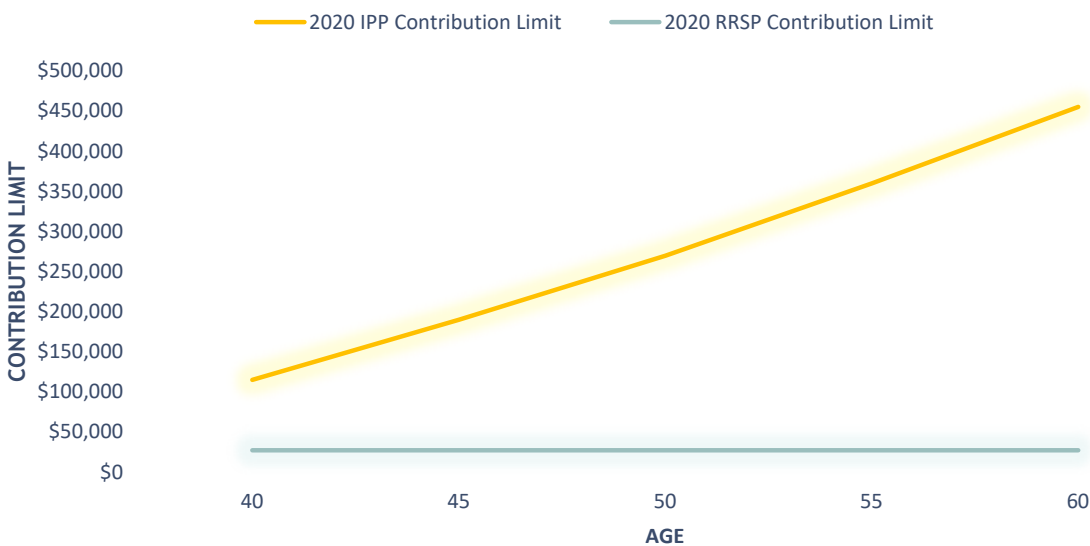


Example - Advantages in Year 1

- Assume an individual with a salary of \$145,000 and service from 1993

2020 Age	2020 IPP Contribution Limit	2020 RRSP Contribution Limit	2020 IPP Advantage
40	\$115,000	\$27,230	\$87,770
45	\$190,000	\$27,230	\$162,770
50	\$270,000	\$27,230	\$242,770
55	\$360,000	\$27,230	\$332,770
60	\$455,000	\$27,230	\$427,770
62	\$495,000	\$27,230	\$467,770

IPP v.s. RPP (1st year)



Example - Subsequent 3 years

- Assume same individual earning a salary of \$145,000 and service from 1993.
- Assume the individual began the IPP in 2020.

2020 Age	2021 IPP Contribution limit	2022 IPP Contribution limit	2023 IPP Contribution limit
40	\$30,000	\$32,000	\$34,000
45	\$32,000	\$35,000	\$38,000
50	\$35,000	\$38,000	\$42,000
55	\$38,000	\$42,000	\$45,000
60	\$42,000	\$46,000	\$49,000
62	\$44,000	\$48,000	\$51,000

IPP v.s. RPP (Subsequent 3 years)

