

CORPORATE INDIVIDUAL PENSION PLAN (IPP)

FOR BUSINESS OWNERS

WHY?



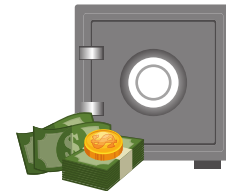
65% MORE THAN RRSP

Up to 65% more tax deductible contribution room than RRSP plus past service contributions



TAX DEFERRED GROWTH

Wealth can compound and grow faster



CREDITOR PROTECTION

Creditor protected

How much can be contributed to an IPP

| Age | RRSP Contribution | IPP Contribution | IPP Advantage | |
|-----|-------------------|------------------|---------------|-----|
| 45 | \$26,500 | \$31,400 | \$4,900 | 18% |
| 50 | \$26,500 | \$34,500 | \$8,000 | 30% |
| 55 | \$26,500 | \$37,900 | \$11,400 | 43% |
| 60 | \$26,500 | \$41,600 | \$15,100 | 57% |
| 65 | \$26,500 | \$43,600 | \$17,100 | 65% |

Who is a good candidate for an IPP?



Business Owner



Incorporated Professional



Over age 40



\$100,000+ in T4 Earnings

An IPP can be established for someone with lower earnings

Case Study

55 yrs old, incorporated for 10 yrs, \$150k salary, \$260k RRSP

- \$144k yr1 contribution room
- \$310k net contribution increases to age 65
- \$500k increase in retirement savings to age 65
- \$1.5M total retirement savings

IPP vs RRSP: A 2019 Savings Comparison

