Royal Bank

Tax-Free Savings Calculator

See how much more you can save in a Tax-Free Savings Account.

Enter a few details to get started.

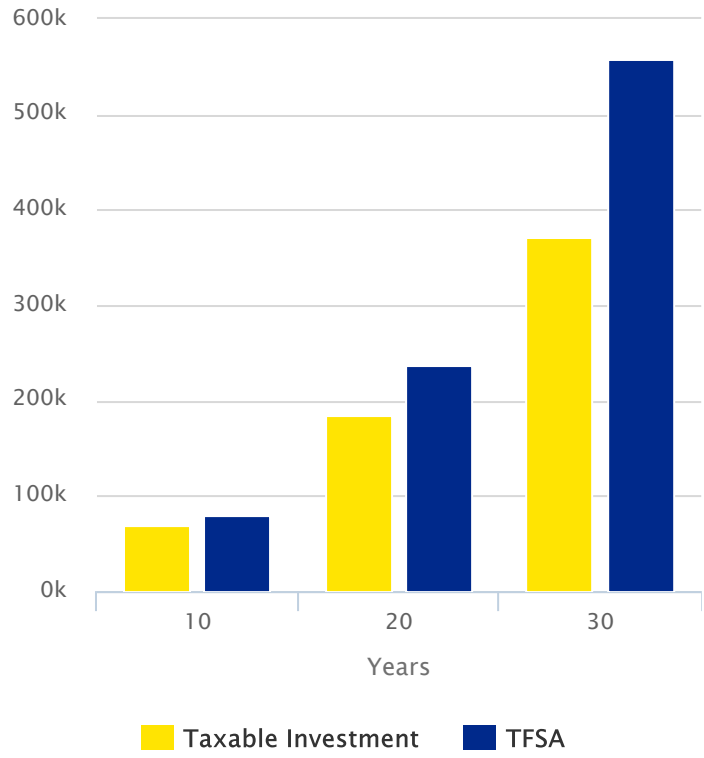
Where do you live:	Ontario
Your annual income:	$50,000
Contribution amount at the start of the year:	$0
Regular contributions during the year:	$210
Contribution frequency:	Bi-Weekly
Expected rate of return:	7%
Investment timeframe:	30 yrs

Your information will be used solely for the purposes of the tax-free savings calculator and will not be collected or reviewed.

Total Saved in TFSA	Tax Savings
$557,166	$186,761

With a TFSA you could save $186,761 more over 30 years than in a taxable account.

The chart below illustrates the additional savings (in blue) that you will receive when contributing the same amount in a TFSA and a taxable account over various time periods.



Year	Taxable Invt	TFSA	Tax Savings

1	$5,589	$5,648	$58
2	$11,457	$11,704	$247
3	$17,618	$18,200	$582
4	$24,085	$25,165	$1,080
5	$30,875	$32,635	$1,760
6	$38,004	$40,646	$2,642
7	$45,488	$49,237	$3,749
8	$53,344	$58,450	$5,105
9	$61,593	$68,330	$6,737
10	$70,253	$78,925	$8,672
11	$79,345	$90,288	$10,943
12	$88,889	$102,473	$13,583
13	$98,910	$115,540	$16,630
14	$109,430	$129,554	$20,124
15	$120,475	$144,583	$24,108
16	$132,070	$160,699	$28,629
17	$144,243	$177,983	$33,739
18	$157,023	$196,518	$39,494
19	$170,441	$216,395	$45,954
20	$184,527	$237,711	$53,184
21	$199,315	$260,571	$61,256
22	$214,841	$285,086	$70,245
23	$231,141	$311,376	$80,235
24	$248,253	$339,570	$91,317
25	$266,218	$369,805	$103,587
26	$285,079	$402,229	$117,150

27	$304,880	$437,001	$132,121
28	$325,668	$474,291	$148,623
29	$347,493	$514,281	$166,788
30	$370,406	$557,166	$186,761

Save More Tax-Free

If you are an RBC online Banking client you can open a TFSA or contribute to your TFSA online:

Whether you are an existing client or are looking to open a TFSA account, you can also book and appointment at a branch or you can call us.

Call 1-800-463-3863

Visit a Branch

Assumptions:

1. This calculator uses the future value of an ordinary annuity to determine both the tax and taxable results. It assumes that the contribution is made at the end of the period selected, except when contributions are specified as being made at the start of each year.
2. Taxes are based on the annual income entered with no additional deductions or earnings.
3. The starting amount will be a lump sum deposited at the beginning of each year.
4. Taxes are applied at the end of year based on interest earned throughout the year.
5. The calculator uses 2015 Federal and Provincial tax rates as of January 2015.
6. Annual income assumes that this is your taxable income before taxes and deductions. Your annual income is used to estimate your combined federal/provincial marginal tax rate for the purpose of this calculator.
7. The calculator makes not assumptions about tax credits, and assumes that your tax credits are not sufficient to completely eliminate your taxes. It applies to everyone, usually no matter how much they can claim in tax credits.
8. Tax free and taxable investment results are approximations and do not reflect actual returns.

Legal disclaimer

These results are general estimates only and (i) are based on the accuracy and completeness of the data you have entered, (ii) are based on assumptions that are believed to be reasonable, and (iii) are for informational purposes only and should not be relied on for advice. Actual results may vary, perhaps to a large degree. You should consult your professional advisor before taking any action.

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