

FINANCIAL LITERACY MODULE 29C: INVESTMENT VEHICLES

1: Go to <http://www.rbcroyalbank.com/tfsa/tfsa-overview.html>, and talk to them about TFSA's and how they can use them - eligible when you turn 18. Do an overview of the account and demonstrate the calculator.

2: Hand out the attached TFSA vs. RRSP assignment and allow the student's to use computers to fill in the answers. This assignment will be due for homework (assuming the student's had at least 20-25 minutes of class time to complete the assignment).

Closure:

- Ask the class how many of them prefer a TFSA and how many of them prefer a RRSP? Encourage them to begin a discussion with their parents about these saving accounts.

Name: _____

Assignment



1. What does TFSA stand for? What is the benefit of opening a TFSA account?
2. How old do you need to be to open a TFSA account?
3. How much can you contribute to a TFSA each year? What happens if you contribute more than the maximum amount in a year?
4. Can you withdraw money from your TFSA for any purpose?
5. Are withdrawals from a TFSA subject to income tax?

