

# Add \$7,500 to your RSP by investing in VentureLink Funds for as little as \$2,269

Note: These are estimates only based on 2010 tax rates. Tax advice should be obtained from qualified advisor. Provincial tax credit of 10% is available on up to \$7,500 of subscriptions. Federal credit of 15% is available on subscriptions of up to \$5,000.

## 2010 LSIF Ontario Tax Savings Chart – Estimated After-Tax Cost of Investment in VentureLink Funds

Your Taxable Income Level:	Under \$37,106	\$37,107 to \$40,970	\$40,971 to \$65,344	\$65,345 to \$74,214	\$74,215 to \$76,986	\$76,987 to \$81,941	\$81,942 to \$127,021	\$127,022 and Over
Marginal Tax Rate (based on combined Federal and Provincial Personal Income Tax Rates) <sup>4</sup>	20.05%	24.15%	31.15%	32.98%	35.39%	39.41%	43.41%	46.41%
Invest in the VentureLink Funds (through RRSP) <sup>2</sup>	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500	\$7,500
Federal Tax Credit <sup>3</sup>	\$750	\$750	\$750	\$750	\$750	\$750	\$750	\$750
Ontario Tax Credit <sup>3</sup>	\$750	\$750	\$750	\$750	\$750	\$750	\$750	\$750
RRSP Tax Savings (based on combined Federal and Provincial Personal Income Tax Rates) <sup>4</sup>	\$1,504	\$1,811	\$2,336	\$2,474	\$2,654	\$2,956	\$3,256	\$3,481
<b>2010 Total Tax Savings</b>	<b>\$3,004</b>	<b>\$3,311</b>	<b>\$3,836</b>	<b>\$3,974</b>	<b>\$4,154</b>	<b>\$4,456</b>	<b>\$4,756</b>	<b>\$4,981</b>
2011 Total Tax Credits <sup>5</sup>	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250
<b>Total Tax Savings</b>	<b>\$3,254</b>	<b>\$3,561</b>	<b>\$4,086</b>	<b>\$4,224</b>	<b>\$4,404</b>	<b>\$4,706</b>	<b>\$5,006</b>	<b>\$5,231</b>
<b>Net 'Out of Pocket' Cost on \$7,500 Investment</b>	<b>\$4,246</b>	<b>\$3,939</b>	<b>\$3,414</b>	<b>\$3,276</b>	<b>\$3,096</b>	<b>\$2,794</b>	<b>\$2,494</b>	<b>\$2,269</b>

<sup>1</sup> Taxable income is gross income less income deductions allowed by federal and Ontario law in Ontario.

<sup>2</sup> The RRSP contribution assumes that the investor is within his or her 2010 contribution limit. RRSP contributions for 2010 must be made on or before the RRSP contribution cut-off date of March 1, 2011. RRSP tax savings are not unique to LSIFs.

<sup>3</sup> The federal and Ontario tax credits are generally available where the investor has tax otherwise payable against which to offset the tax credits. The federal and Ontario tax credits may be required to be repaid if the Class A Shares are redeemed within eight years.

<sup>4</sup> The example assumes the investor is an eligible investor resident in Ontario. The income tax rates and taxable income levels are based on federal and Ontario income tax legislation in existence as at April 30, 2010 and may be subject to change, and are the marginal rates for investment income other than capital gains and dividends for individual residents living in Ontario. The chart does not take into account any taxes that may be payable if shares are redeemed or when the funds are withdrawn from an RRSP.

<sup>5</sup> Must invest in first 60 days of 2011.

> for \$5,000 chart and more details, please see reverse

**NOTE – The provincial tax credit is now at 10%.\***

### \*Labour sponsored investment tax credits

The phase-out period for the Labour Sponsored Investment Fund (LSIF) Tax Credit has been extended by one year to the end of 2011 (from 2010). The government proposes to extend the phase-out period by:

- Lowering the rate to 10 percent for 2010 tax season
- Lowering the rate to five percent for 2011 tax season
- Eliminating the provincial credit for tax years after 2011 tax season, at which time the federal credit of 15% is available