

CONTRIBUTING TO AN RESP

Contributions by a subscriber make up the capital (principal) portion of an RESP and always belong to the subscriber.

Contributions into an RESP are not tax deductible, so no tax receipts are issued for these contributions.

A contribution to the RESP plan is only permitted if the beneficiary is resident of Canada when the contribution is made.

Annual Contribution and Grant Payment Limits:

Annual Contribution Limits	1998 to 2006		\$4,000
	2007 or later		No annual limit
Basic CESG Payment	1998 to 2006	Annual amount	\$400
		Yearly maximum payable with carry forward	\$800
	2007 or later	Annual amount	\$500
		Yearly maximum payable with carry forward	\$1,000
Additional CESG Payment	2005 or later	Yearly maximum payable (10% or 20% on the first \$500 of contributions)	+\$50 OR +\$100
Total CESG Payment (Basic + Additional)	2005 to 2006	Yearly maximum payable with carry forward	\$900
	2007 or later	Yearly maximum payable with carry forward	\$1,100

Lifetime Contribution and Grant Payment Limits (per beneficiary):

RESP Lifetime Contribution Limit	\$50,000
Basic & Additional Grant lifetime limit	\$7,200
Canada Learning Bond	\$2,000
Alberta Centennial Educational Savings Grant	\$800
Quebec Education Savings Incentive	\$3,600

The lifetime limits apply to all contributions and grants received across all RESP accounts the child is named as a beneficiary.