

B: RRSP (REGISTERED RETIREMENT SAVING PLAN): REGULAR PAYMENTS

Step 1: Enter the spreadsheet below onto your computer for an investment where \$500 is put into an RRSP investment every year for 10 years. The interest rate is 4.5% per annum compounded annually

SS#10

1	A	B	C	D	E	F
2	RATE p.a.	0.045				
3						
4	COMPOUND PERIODS PER YEAR	1				
5	RATE PER PERIOD	=B2/B4				
6	REGULAR PAYMENT	500				
7						
8	PERIOD	OPENING BALANCE	RATE	INTEREST PER PERIOD	CLOSING BALANCE	TOTAL INTEREST
9	1	= \$B \$6	= B5	=B9 * C9	= B9 + D9	= E9 - B9
10	= A9 + 1	= E9 + \$B \$6	=C9	= B10 * C10	= B10 + D10	= F9 + D10
11						