

Premiums and payouts under CareShield Life

In 2020, those aged 30 to 40 will have to join CareShield Life, the new long-term care insurance that replaces ElderShield. Both the premiums and payouts will be higher than in the current scheme, with subsidies provided to ensure coverage. Existing cohorts born before 1980 can choose to join from 2021.

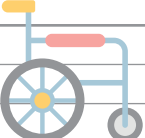
Estimated annual premiums (before subsidies)*

Year	Men		Women		Monthly payouts
	Age 30	Age 40	Age 30	Age 40	
2020**	\$206	\$295	\$253	\$366	\$600
2024	\$223	\$320	\$274	\$396	\$649

NOTE: *Premiums and payouts will increase at a rate of 2% a year for the first five years of the scheme's implementation




**Year of joining scheme

Estimated monthly payouts for a 30-year-old

	If severely disabled	Fixed monthly payout for life
	Within 1 year	\$600
	25 years later	\$1,000
	37 years later	\$1,200

NOTE: Figures are rounded to the nearest hundred. The rates apply to a person who joins the scheme in 2020, and assume a premium and payout increase of 2 per cent per year.

Total estimated payouts and premiums for a 30-year-old man

		Payouts received v premiums paid
	Premiums paid from age 40 to 65 \$4,600 Payouts received when severely disabled for 10 years from age 67 to 76 \$28,800	ABOUT 6 TIMES
	Premiums paid from age 30 to 67 \$11,300 Payouts received when severely disabled for 10 years from age 67 to 76 \$144,000	ABOUT 12 TIMES
	Premiums paid from age 30 to 67 \$7,800 Payouts received when severely disabled for 10 years from age 67 to 76 \$144,000	ABOUT 18 TIMES

NOTE: Figures are rounded to the nearest hundred. The rates apply to a person who joins the scheme in 2020, and assume a premium and payout increase of 2 per cent per year.

* Period of payouts under ElderShield 400 is six years

** Based on permanent subsidies of 30 per cent