

Proposal to improve retirement adequacy

HIGHER CPF RATES FOR OLDER WORKERS

Age of employee	CPF contribution					
	By employer		By employee		Total	
	Current	Proposed	Current	Proposed	Current	Proposed
Up to 55 years old	17%	Unchanged	20%	Unchanged	37%	Unchanged
55 to 60 years old	13%	17% (▲ 4%)	13%	20% (▲ 7%)	26%	37% (▲ 11%)
60 to 65 years old	9%	17% (▲ 8%)	7.5%	20% (▲ 12.5%)	16.5%	37% (▲ 20.5%)
Above 65 years old	7.5%	Unchanged	5%	Unchanged	12.5%	Unchanged

POTENTIAL ADDITIONAL SAVINGS FROM AGE 55 TO 65

Income percentile	Extra savings (\$)*
10th	31,056
50th	82,365
90th	145,117

*In Ordinary and Special accounts.

Source: INSTITUTE OF POLICY STUDIES STRAITS TIMES GRAPHICS