

Enhancing Retirement Adequacy through Investment and Insurance

Yee Ping Yi
Central Provident Fund Board



www.cpf.gov.sg

Retirement Adequacy

- Three main components
 - Life-long Income, Healthcare Financing, Home Financing
- Uncertainty in events and returns could affect retirement adequacy
- Important role for insurance and investments

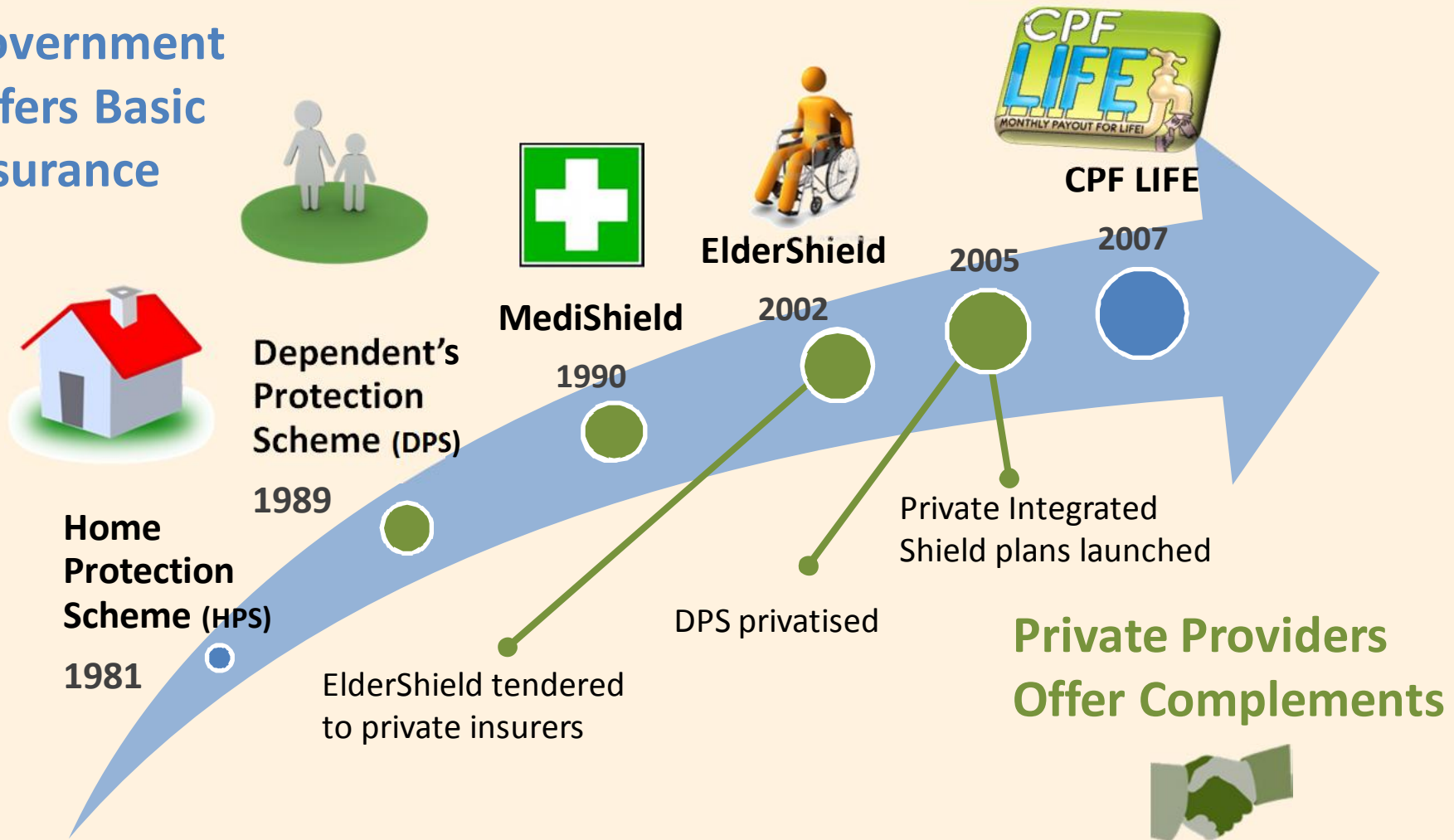


www.cpf.gov.sg

Copyright © 2012 Central Provident Fund Board. All rights reserved.
Reproduction, in whole or in part, without prior written consent of Central Provident Fund Board is strictly prohibited.

Insurance

Government Offers Basic Insurance

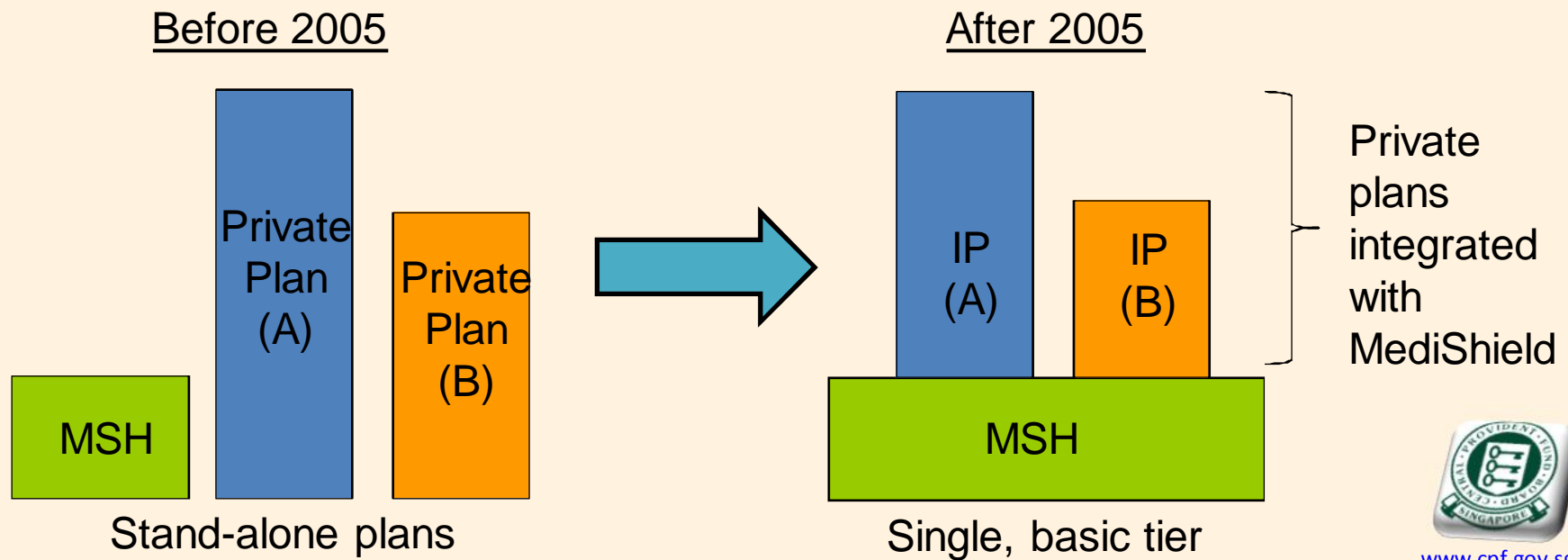


Copyright © 2012 Central Provident Fund Board. All rights reserved.

Reproduction, in whole or in part, without prior written consent of Central Provident Fund Board is strictly prohibited.

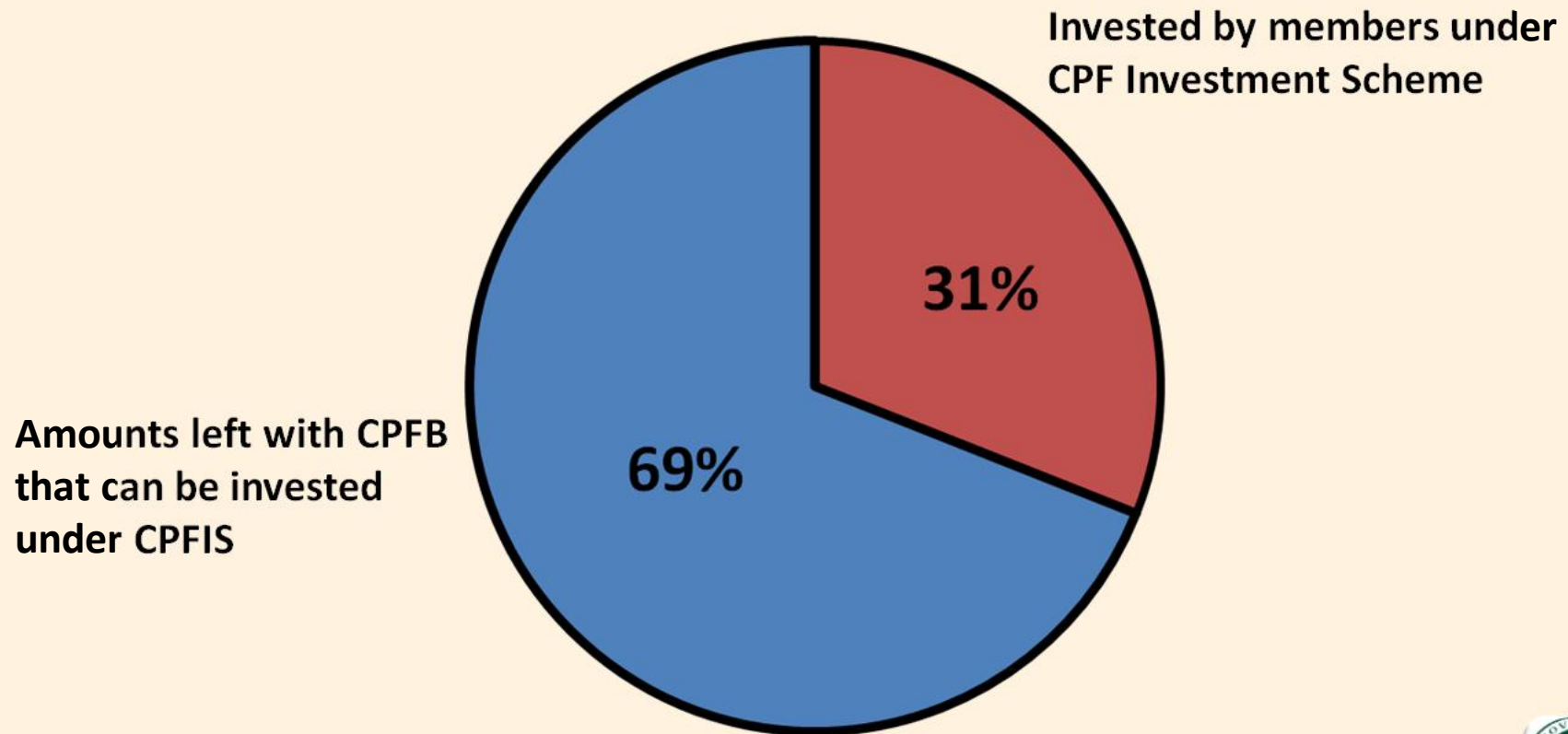
2005 MediShield Reform

- MediShield formed national risk-pool with joint insurance arrangement with private insurers
- Maintains affordability of national basic plan



www.cpf.gov.sg

Investment



Notes

- 2011 data, trend similar in previous years.
- Amount invested under CPFIS = \$31 bn
- Amounts left with CPF Board that can be invested under CPFIS = \$69 bn



www.cpf.gov.sg

CPF Investment Scheme

Aim for CPF Members:

Reasonable and sustainable returns in long term

- Higher quality products with lower cost
 - **Better performance:** Over 60% of funds accepting new money performed better than average fund
- Importance of financial literacy and member education



www.cpf.gov.sg

Copyright © 2012 Central Provident Fund Board. All rights reserved.
Reproduction, in whole or in part, without prior written consent of Central Provident Fund Board is strictly prohibited.

Member Education



ARE ~~YOU~~ YOU READY?

Insurance advisors are CPF members too!

- Retirement needs of insurance advisors
- Opportunity for collaboration with LIA
- Explore ways to help advisors grow savings
- Co-contribution scheme for insurance advisors?



www.cpf.gov.sg

Copyright © 2012 Central Provident Fund Board. All rights reserved.
Reproduction, in whole or in part, without prior written consent of Central Provident Fund Board is strictly prohibited.

Thank you.



www.cpf.gov.sg