

ANNEX E-3: BASIC RETIREMENT SUMS FOR CPF MEMBERS
REACHING AGE 55 FROM 2023 TO 2027

The monthly retirement payouts provided by the Basic Retirement Sum (“BRS payouts”) cover basic living expenses for CPF members. Members who want higher monthly payouts can set aside the Full Retirement Sum (“FRS”) or Enhanced Retirement Sum (“ERS”), which are currently set at two times the BRS and three times the BRS respectively.

The BRS payouts will be increased for each cohort turning age 55 from 2023 to 2027, as shown in Table 1.

Table 1: Estimated Monthly Payouts and Retirement Sums for Members Reaching Age 55 from 2023 to 2027

	Year that Members Reach Age 55					
	2022 (previously announced)	2023	2024	2025	2026	2027
Estimated Monthly Payouts Provided By Retirement Sums at Age 65¹						
BRS	\$850	\$870	\$900	\$930	\$950	\$980
FRS	\$1,570	\$1,620	\$1,670	\$1,730	\$1,780	\$1,840
ERS	\$2,300	\$2,370	\$2,450	\$2,530	\$2,610	\$2,690
Retirement Sums at Age 55						
BRS	\$96,000	\$99,400	\$102,900	\$106,500	\$110,200	\$114,100
FRS	\$192,000	\$198,800	\$205,800	\$213,000	\$220,400	\$228,200
ERS	\$288,000	\$298,200	\$308,700	\$319,500	\$330,600	\$342,300

¹ Assumes male member under CPF LIFE Standard Plan, starting payouts at age 65.

With these increases, the BRS payouts for male members turning age 55 in 2027 on the CPF LIFE Standard Plan will be close to \$1,000 per month when they turn 65, up from about \$850 per month for male members turning age 55 in 2022. These increases help account for longer-term inflation and improvements in standard of living.

The corresponding FRS and ERS payouts will rise in tandem.

The five cohorts above were among the first cohorts to benefit from a mature and well-established CPF system, consistently high employment rates, and strong wage growth. We expect about eight in 10 active CPF members turning 55 in 2027 to be able to set aside at least the BRS, and hence receive the corresponding BRS payout or more. This eight-in-10 represents the highest level of attainment amongst all cohorts thus far.

Members can continue adding to their retirement income after turning age 55, supported by various Government initiatives which help them earn more and save more, such as Workfare, Progressive Wages, and the higher CPF contribution rates for senior workers.

Members are *not* required to top up their CPF accounts in cash or sell their property if they have less CPF savings than their BRS. Those who meet the eligibility criteria for the Silver Support Scheme, enhanced in 2021, will also receive additional retirement support from the Government of up to \$900 a quarter.

CPF Withdrawal Rules Unchanged

The CPF withdrawal rules remain unchanged.

1. Members can withdraw up to \$5,000 *unconditionally* from their Ordinary Account (OA)/ Special Account (SA) savings from age 55, even if their Retirement Account (RA) savings are less than their cohort BRS; or
2. Members can withdraw their OA/SA savings above their FRS, and/or RA savings above their BRS (if they own a property that can last them up to age 95) from age 55; and
3. Members turning age 65 from 2023 onwards can withdraw up to 20% of their RA savings *as at* age 65, in a lump sum.

More information

Please contact the CPF Board for more information at www.cpf.gov.sg/member/contact-us