

REVIEW OF OPERATIONS

HOME OWNERSHIP

PUBLIC HOUSING SCHEME

The Public Housing Scheme allows members to use their CPF savings to buy HDB flats and to pay their monthly housing instalments. During the year, \$5,813.7 million was withdrawn by 593,345 members to pay for their HDB flats and to service their HDB housing loans. Since January 2003, members have been allowed to obtain loans from banks to purchase HDB flats. In 2008, 125,542 members used \$1,771.0 million of their CPF to service the bank loans or to buy HDB flats financed with bank loans.

From 1 January 2008, the CPF Withdrawal Limit for members using CPF to service their bank loans has been reduced to 120% of the Valuation Limit (VL). Members will only be able to withdraw beyond 100% of the VL, up to 120% of the VL if they are able to set aside half of the prevailing Minimum Sum. The VL refers to the market value of the flat at the time of purchase or the purchase price, whichever is lower.



RESIDENTIAL PROPERTIES SCHEME

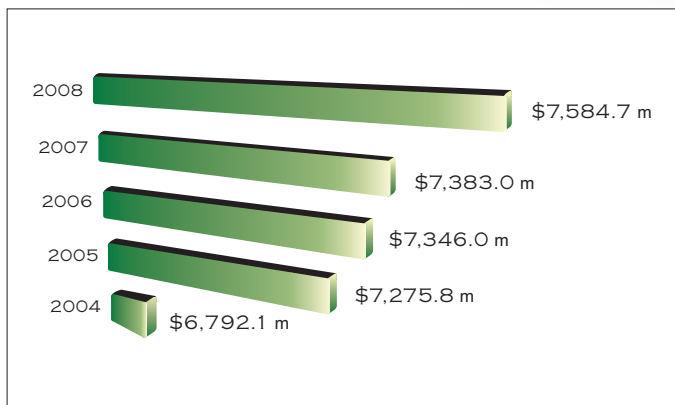
Under the Residential Properties Scheme, members can use their CPF savings to buy private residential properties and executive condominiums, and to pay their housing loan instalments. The CPF Withdrawal Limit for new purchases or housing loans refinanced on or after 1 January 2008 is 120% of the VL. Members will only be able to withdraw beyond 100% of the VL, up to 120% of the VL if they are able to set aside half of the prevailing Minimum Sum.

In 2008, the number of applications received for using CPF savings for Residential Properties Scheme decreased by 41.3% to 10,380. Amount withdrawn totalled \$3,915.2 million. This is a decrease of 29.2% over 2007's figure, reflecting a downturn in the private property market in 2008.

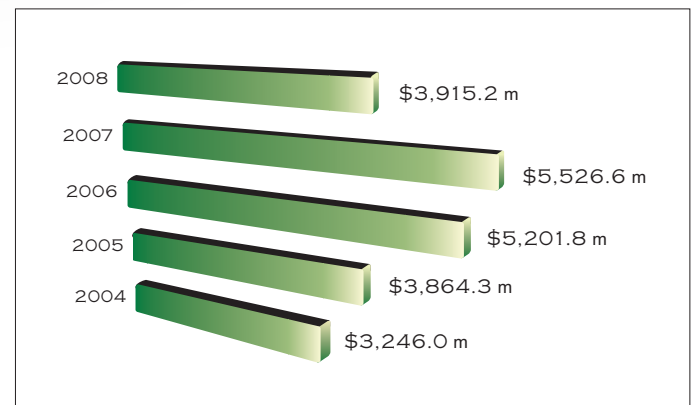
USING CPF FOR MULTIPLE PROPERTIES

From 1 July 2006, members who already own a property bought with their CPF savings and wish to buy another property with CPF will only be able to do so after setting aside half of the prevailing Minimum Sum. As at 31 December 2008, 14,710 members had to set aside the prevailing Minimum Sum cash component before using their CPF savings to buy another property.

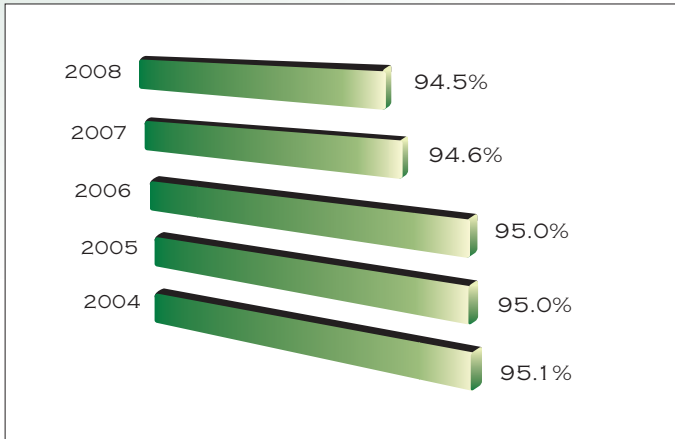
Annual Withdrawal (Gross) under Public Housing Scheme



Annual Withdrawal (Gross) under Residential Properties Scheme

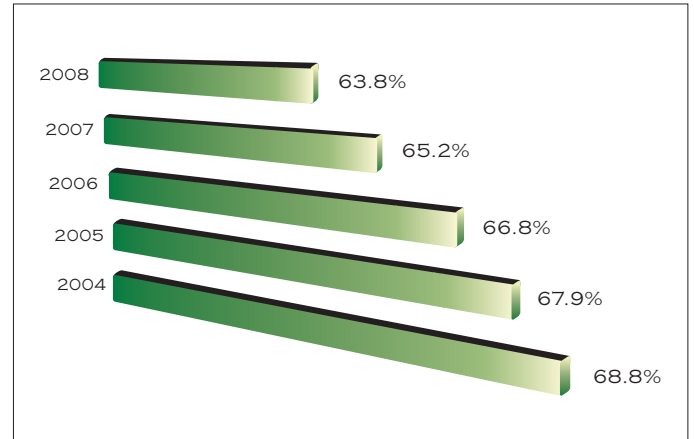


Percentage of Employees Aged 21 and Above (Singapore NRIC Holders) Who Currently Own Public Housing Properties Bought With CPF Savings as at 31 December*



* The percentage is derived from the number of employees aged 21 and above (Singapore NRIC holders) who currently own public housing properties.

Percentage of Employees Aged 21 and Above (Singapore NRIC Holders) Who Currently Own Residential Properties (Public/Private) Bought with CPF Savings as at 31 December*



* The percentage is derived from the number of employees aged 21 and above (Singapore NRIC holders).

FAMILY PROTECTION

DEPENDANTS' PROTECTION SCHEME

The Dependants' Protection Scheme (DPS) is a term insurance that provides members and their families with financial help should the insured member become permanently incapacitated, or die before age 60.

DPS is administered by The Great Eastern Life Assurance Company Limited (Great Eastern Life) and NTUC INCOME Insurance Co-operative Limited (NTUC INCOME). The sum assured for DPS is currently \$46,000. DPS members pay an annual premium of between \$36 and \$260, depending on their age, using savings in their Ordinary and/or Special Account(s).

As at 31 December 2008, 1,829,835 members were covered under the scheme, compared to 1,776,604 in 2007. The total sum assured also increased from \$90,171.3 million in 2007 to \$92,462.7 million in 2008.

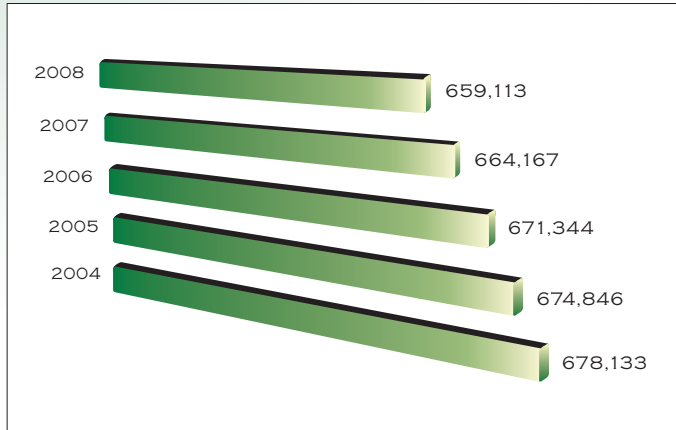
During the year, a total of 2,889 claims were approved and paid. Of these, 2,089 were for death cases and 800 for permanent incapacity cases. The total claim amount approved was \$145.4 million, compared to \$145.9 million for 2,914 approved claims in 2007.

HOME PROTECTION SCHEME

The Home Protection Scheme (HPS) is a compulsory mortgage-reducing insurance scheme to protect the families of members who are using CPF savings to service their housing loans for HDB flats.

As at 31 December 2008, 659,113 persons were covered for a total assured sum of \$84,258.4 million. Although membership decreased by 0.76%, the total sum assured increased by 2.13%, compared to 2007. A total of 1,144 claims amounting to \$113 million were approved. This comprised 751 claims for death cases and 393 for permanent incapacity cases.

Cumulative Number of Members Covered under HPS as at 31 December



Sum Assured under HPS as at 31 December

