

**Annex C****Medisave Contribution Rates for Self-Employed Persons***New Contribution Rates of SEPs – Applied to Net Trade Income from 2011 onwards*

Net Trade Income	Age as at 1 January		
	Below 35 years	35 to below 45 years	45 years and above
Above \$6,000 to \$12,000	2.33%	2.67%	3.00%
Above \$12,000 to \$18,000	Phase in** from 2.33% to 7.00%	Phase in** from 2.67% to 8.00%	Phase in** from 3.00% to 9.00%
Above \$18,000	7.00% (Maximum \$3,780)	8.00% (Maximum \$4,320)	9.00% (Maximum \$4,860)

\*\* Phase in rates are calculated using the following formulas:

Net Trade Income (NTI)	Age as at 1 January		
	Below 35 years	35 to below 45 years	45 years and above
	% of NTI	% of NTI	% of NTI
Above \$12,000 to \$18,000	$[[279.6 + 0.1634 (NTI - 12,000)] \times 100] / NTI$	$[[320.4 + 0.1866 (NTI - 12,000)] \times 100] / NTI$	$[[360 + 0.21 (NTI - 12,000)] \times 100] / NTI$

In computing the Medisave contribution for income earned in 2010, a weighted average rate will be applied for the year, viz.,  $2/3 \times$  current contribution rate +  $1/3 \times$  new contribution rate.

*Weighted Average Contribution Rates of SEPs - Net Trade Income for 2010*

Net Trade Income	Age as at 1 January		
	Below 35 years	35 to below 45 years	45 years and above
Above \$6,000 to \$12,000	2.22%	2.56%	2.89%
Above \$12,000 to \$18,000	Phase in** from 2.22% to 6.67%	Phase in** from 2.56% to 7.67%	Phase in** from 2.89% to 8.67%
Above \$18,000	6.67% (Maximum \$3,601)	7.67% (Maximum \$4,141)	8.67% (Maximum \$4,681)

\*\* Phase in rates are calculated using the following formulas:

Net Trade Income (NTI)	Age as at 1 January		
	Below 35 years	35 to below 45 years	45 years and above
	% of NTI	% of NTI	% of NTI
Above \$12,000 to \$18,000	$[[266.40 + 0.1557 (NTI - 12,000)] \times 100] / NTI$	$[[307.20 + 0.1789 (NTI - 12,000)] \times 100] / NTI$	$[[346.80 + 0.2023 (NTI - 12,000)] \times 100] / NTI$