

How well does CPF provide for retirement?

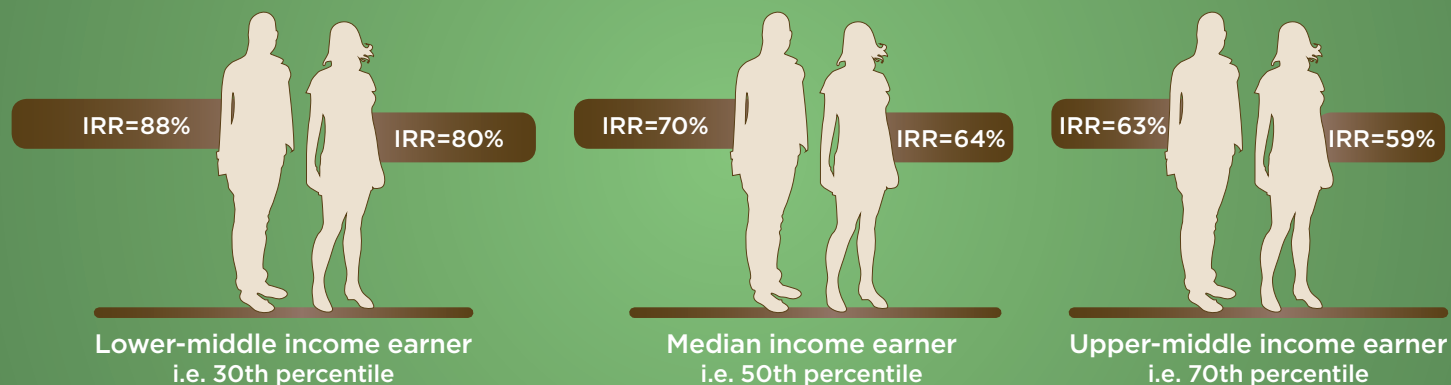
A LOOK INTO THE INCOME REPLACEMENT RATE (IRR) OF OUR YOUNGER WORKERS TODAY




outcome

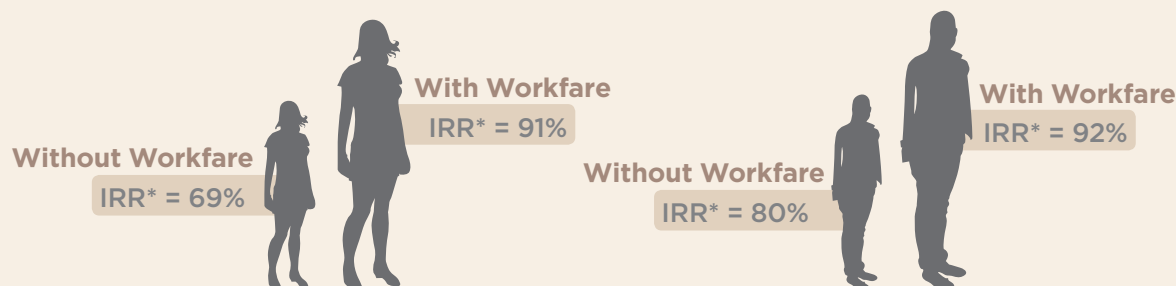


Retirement adequacy of young workers starting work today



 Couples will continue to own their homes in retirement

 **Be prudent when buying your home**
IRR falls by >10% when a worker buys a home one flat type larger



*IRR shown is for worker at 20th Percentile

Boost from Workfare is even higher for worker at 10th Percentile

Retirement funds of low income earners get a boost from Workfare



Net IRR =

$$\frac{\text{Net Retirement Income at age 65}}{\text{Net Pre-Retirement Income at age 55}}$$