

MEDISAVE CONTRIBUTION DRAW - QUALIFYING CRITERIA

1. For every 10% of the Medisave liability fulfilled (rounded down to the nearest 10%) by each quarterly draw, the participant will receive 1 “chance” to participate in that quarterly draw. This will help those who make small contributions to also participate. However, participants who pay up in full before the first draw will enjoy the maximum number of chances and they will be able to participate in all four draws.

2. At each draw, the participants’ liability to date would be assessed, and the number of chances accumulated would be entered in the draw.

Details are shown in the table below:

Scenarios for different payments

Scenarios for different payments	No. of chances				
	Total	Jun 08	Sep 08	Dec 08	Mar 09
(A) Paid everything by May 08 in one lump sum	40	10	10	10	10
(B) Paid 25% by first draw, 50% by second draw, 75% by third draw and 100% by 4 th draw	24	2	5	7	10

Example:

Mr Tan, aged 40, earns \$12,000 in 2007. His Medisave liability is 2.5%, so he needs to contribute \$300.

If Mr Tan:	He will receive:
Contributes \$300 fully to his Medisave liability before May 08	10 chances for each draw, and 40 chances in total
Contributes in monthly instalments via GIRO of \$25 per month	1 chance for every \$30 (10%) contributed before each draw. E.g. 5 chances if he contributes \$150 (50%) by the second draw.
Defaults on his payments	No chances given for the period he defaulted. However, contributions already made before he defaults, will continue to be awarded chances for each draw.