

# **CENTRAL PROVIDENT FUND ACT**

**(CHAPTER 36)**

## **CENTRAL PROVIDENT FUND (INVESTMENT SCHEMES) REGULATIONS**

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CENTRAL PROVIDENT FUND ACT  
(CHAPTER 36, SECTION 77 (1) (n))

CENTRAL PROVIDENT FUND  
(INVESTMENT SCHEMES)  
REGULATIONS

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[1st January 2001]

## PART I

### PRELIMINARY

#### **Citation**

1. These Regulations may be cited as the Central Provident Fund (Investment Schemes) Regulations.

#### **Definitions**

2. In these Regulations, unless the context otherwise requires —

“accounting year” means a period of 12 months commencing on 1st October of each year and ending on 30th September of the succeeding year or such other period as the Board may determine;

“approved agent bank” means a bank appointed by the Board under regulation 11 (1);

“approved corporation” means a corporation approved by the Minister for the purposes of these Regulations;

“approved fixed deposit bank” means a bank approved by the Board, with the concurrence of the Minister, for the purposes of these Regulations;

“approved fund manager” means a fund management company approved by the Board, with the concurrence of the Minister, for the purposes of these Regulations;

“approved insurer” means an insurer approved by the Board, with the concurrence of the Minister, for the purposes of these Regulations;

“available amount” means such amount of moneys standing to the credit of a member in the Fund, including any balance in

his CPF Investment Account, which the Board may, in accordance with any direction by the Minister, permit the member to withdraw for the purchase of securities under Part II, III or IV;

“bank” has the same meaning as in the Banking Act (Cap. 19);

“company” means a company incorporated under the Companies Act (Cap. 50) or any previous corresponding law;

“corporation” means —

(a) a company which is incorporated in Singapore and wholly or partly owned by the Government, or any subsidiary of such a company which is incorporated in Singapore; or

(b) a subsidiary of a statutory board which is incorporated in Singapore;

“CPF contributions” means the moneys standing to the credit of a member in the Fund;

“CPF Investment Account” means an account opened by a member with an approved agent bank from which money may be withdrawn for the purchase of securities under Part II;

“exchange traded fund interest” means any interest —

(a) in a scheme or arrangement which is made for the purpose, or having the effect, of providing facilities for the participation by persons as beneficiaries under a trust, in profits or income arising from the acquisition, holding, management or disposal of a portfolio of predetermined constituent assets in predetermined proportions, which constituent assets principally comprise securities listed for quotation on any stock exchange; and

(b) that is —

(i) listed for quotation, or has received approval in-principle for listing and quotation, on any stock exchange; and

(ii) created and redeemed in blocks of interests in exchange for the constituent assets in the

portfolio, including cash as necessary to accomplish such exchange; and

(iii) approved by the Board for the purposes of these Regulations,

whether or not the interest is an interest in a unit trust;

“gold” includes gold bars, gold coins, gold certificates, gold savings accounts and gold of at least 999 fineness held by an approved agent bank on behalf of its customers;

“insurance policy” means an endowment insurance policy or any other insurance policy or class of insurance policies approved by the Board, other than investment-linked insurance policies;

“insurer” means any person registered under the Insurance Act (Cap. 142) to carry on insurance business in Singapore;

“investment-linked insurance policy” means an individual insurance policy that provides life insurance where the policy value at any time varies according to the value of the underlying assets at the time;

“net realised profits” means the net realised profits a member may withdraw in accordance with regulation 38;

“property fund” means a public investment vehicle, incorporated as a company in Singapore, that invests its assets primarily in real estate;

“property trust” means a unit trust scheme that invests primarily in real estate;

“securities” means shares in an approved corporation, and the following investment instruments as may be approved by the Board for the purposes of these Regulations —

(a) fully paid-up ordinary or preference shares and loan stocks or bonds of companies incorporated in Singapore which are listed on the Singapore Exchange;

(b) bonds issued —

(i) by the Government or a statutory board;

(ii) by a corporation where the bonds are guaranteed by the Government; or

(iii) by the government of a country or an inter-governmental organisation;

(c) fixed deposit accounts;

(d) insurance policies;

(e) investment-linked insurance policies, including investments in any collective investment scheme;

(f) deposits in fund management accounts;

(g) units in unit trust schemes, including property trusts;

(h) gold;

(i) exchange traded fund interest; and

(j) fully paid-up ordinary or preference shares of property funds that are listed on the Singapore Exchange;

“shares in an approved corporation” means such shares in an approved corporation as may be approved by the Minister for the purposes of Part IV;

“Share Profit Account” means a Share Profit Account maintained by the Board for a member for the purposes of these Regulations;

“Singapore Exchange” means the Singapore Exchange Securities Trading Limited;

“subsidiary”, in relation to a company, has the same meaning as in section 5 of the Companies Act (Cap. 50), whether or not, in the case of a statutory board, it is a corporation for the purposes of that Act;

“unit”, in relation to a unit trust scheme, means a right or an interest, whether described as a unit, a sub-unit or otherwise, which may be acquired under the scheme;

“unit trust scheme” means any arrangement made for the purpose, or having the effect, of providing facilities for the participation by persons as beneficiaries under a trust, in profits or income arising from the acquisition, holding, management or disposal of securities or any other property.

**Transaction through specified person**

3. No member shall purchase or sell any securities under these Regulations except through the Singapore Exchange or through such person as the Board thinks fit.

**Denomination of securities**

4.—(1) Subject to paragraph (2), all securities purchased or acquired under these Regulations shall be denominated in Singapore currency.

(2) The following securities may be denominated in a currency other than the Singapore currency:

- (a) investment-linked insurance policies, including investments in any collective investment scheme;
- (b) deposits in fund management accounts;
- (c) units in unit trust schemes; and
- (d) exchange traded fund interest.

**Denomination of withdrawal of funds and transfer of proceeds of sale**

5. Any withdrawal of funds or any transfer of the proceeds of sale under these Regulations from or to a member's ordinary account, CPF Investment Account, special account or Share Profit Account, as the case may be, shall be denominated in Singapore currency, unless otherwise specified by the Board.

**No pledging of securities**

6. All securities purchased or acquired under these Regulations shall not be pledged as collateral for any purpose whatsoever.

**No withdrawal by member below age of 21 years**

7. No member who is below the age of 21 years shall be permitted to make any withdrawal of his CPF contributions under these Regulations.

**Undischarged bankrupts**

8. Subject to regulation 42, no member who is an undischarged bankrupt shall be permitted to make any withdrawal of his CPF



contributions for the purpose of investment or for any other purpose under these Regulations.

**Members who receive loan from Government, etc.**

9. Subject to regulation 16, a member who has applied for a loan, or is receiving moneys, from the Government pursuant to any approved loan scheme under section 14A of the Act shall not be permitted to make any withdrawal for the purpose of investment or for any other purpose under these Regulations.

PART II  
CPF INVESTMENT SCHEME  
— ORDINARY ACCOUNT

**Definition of this Part**

10.—(1) For the purposes of this Part, “securities” shall not include shares in an approved corporation.

(2) A reference in this Part to an application made by a member shall include an application made on the member’s behalf by an approved agent bank with which the member has opened a CPF Investment Account.

**Appointment and duty of agent banks**

11.—(1) The Board may, from time to time, appoint any bank for the purpose of any investment scheme introduced by the Board under this Part to allow members to use their CPF contributions to invest in securities in accordance with these Regulations.

(2) Where a member applies for the withdrawal of moneys under this Part, the approved agent bank shall ensure that the application of the member meets the requirements of these Regulations and that moneys are withdrawn in accordance with these Regulations.

**Procedure prior to application under this Part**

12.—(1) Before a member makes an application for the withdrawal of moneys under this Part, he shall first open a CPF Investment Account with an approved agent bank.

(2) Moneys in the CPF Investment Account shall bear interest at such rate as may be determined, from time to time, by the approved agent bank in which the account is opened.

(3) No member shall be entitled to operate more than one CPF Investment Account at any one time.

### **Amount which may be withdrawn**

**13.** The total amount of CPF contributions which may be withdrawn by a member under this Part to purchase any securities —

- (a) shall not exceed the purchase price of the securities; and
- (b) shall, at the request of the member, be transferred to his CPF Investment Account.

### **Application to withdraw moneys for purchase of shares or bonds**

**14.—**(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase such shares or bonds as may be referred to in paragraph (a) or (b) of the definition of “securities” in regulation 2, whether such shares or bonds are offered under an initial public offer or otherwise, shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the shares or bonds purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith to the CPF Investment Account of the member.

### **Fixed deposit accounts**

**15.—**(1) A member who wishes to deposit the whole or part of the available amount in his ordinary account in a fixed deposit account with an approved fixed deposit bank shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the termination or maturity of the fixed deposit account of the member referred to in paragraph (1), all moneys, including interest, payable to the member shall be transferred forthwith by the approved fixed deposit bank to the CPF Investment Account of the member.

### **Insurance policies and investment-linked insurance policies**

**16.—**(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase an insurance policy or investment-linked insurance policy for himself from an approved insurer shall apply to the Board to withdraw the amount required.

(2) Where a member has, before 1st October 1993, purchased an insurance policy or investment-linked insurance policy with moneys other than his CPF contributions, the member may apply to the Board to use the whole or part of the available amount in his ordinary account to pay the future premiums in respect of the policy.

(3) Where a member has at any time purchased an insurance policy or investment-linked insurance policy with his CPF contributions, the member may apply to the Board to use the whole or part of the available amount in his ordinary account to pay the future premiums in respect of the policy, notwithstanding that the member has applied for a loan, or is receiving moneys, from the Government pursuant to any approved loan scheme under section 14A of the Act.

(4) An application made by a member under paragraph (1), (2) or (3) may be approved subject to such terms, conditions and procedures as the Board may impose.

(5) Upon the maturity or surrender of an insurance policy or investment-linked insurance policy purchased or maintained by a member under this regulation —

- (a) if the whole of every premium in respect of the policy was paid with the member's CPF contributions, all moneys payable to the member; or
- (b) if the whole or any part of any premium in respect of the policy was paid with moneys other than the member's CPF contributions, the percentage of the moneys payable to the member which corresponds to the percentage of all

premiums in respect of the policy paid with the member's CPF contributions,  
shall be transferred forthwith by the approved insurer to the CPF Investment Account of the member.

**Fund management accounts**

**17.—**(1) A member who wishes to deposit the whole or part of the available amount in his ordinary account in a fund management account with an approved fund manager shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the termination by a member of his fund management account or upon the withdrawal by the Board of its approval of the fund manager of the fund management account, all moneys payable to the member shall be transferred forthwith by the fund manager to the CPF Investment Account of the member.

**Units in unit trust scheme**

**18.—**(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase units in a unit trust scheme from an approved fund manager shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the units in a unit trust scheme purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith by the approved fund manager to the CPF Investment Account of the member.

**Gold**

**19.—**(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase gold shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the gold purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith by the approved agent bank to the CPF Investment Account of the member.

### **Exchange traded fund interest**

**20.**—(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase an exchange traded fund interest through the Singapore Exchange or from an approved fund manager shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the exchange traded fund interest purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith to the CPF Investment Account of the member.

### **Property funds**

**21.**—(1) A member who wishes to use the whole or part of the available amount in his ordinary account to purchase shares in a property fund, whether such shares are offered under an initial public offer or otherwise, shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the shares in a property fund purchased by a member under this regulation, all proceeds of the sale shall be transferred immediately to the CPF Investment Account of the member.

**Registration of shares and bonds, and deposit of gold**

**22.**—(1) All shares and bonds purchased by a member with CPF contributions withdrawn under this Part shall be held in the name of a nominee company of the approved agent bank.

(2) Gold purchased by a member with CPF contributions withdrawn under this Part shall be deposited with the approved agent bank.

(3) Any exchange traded fund interest purchased with CPF contributions withdrawn under this Part through the Singapore Exchange or from an approved fund manager shall be held in the name of a nominee company of the approved agent bank or a nominee company of the approved fund manager, as the case may be.

**Insufficiency of available amount for rights entitlements or any other corporate entitlements, and conversion of warrants to shares**

**23.**—(1) Where the available amount is insufficient to pay in full for —

- (a) entitlements to rights issue or any other entitlements taken up by the member; or
- (b) the conversion of warrants to ordinary shares,

in respect of shares purchased with CPF contributions withdrawn under this Part as permitted by the Board, the Board may permit the balance of the purchase price to be paid by the member in cash and credited to his CPF Investment Account, subject to such terms and conditions as the Board may impose.

(2) Where the member has paid the balance of the purchase price in cash under paragraph (1), the member shall not be allowed to withdraw any CPF moneys subsequently to reimburse himself for the balance of the purchase price so paid.

**Refunds from CPF Investment Account to ordinary account**

**24.**—(1) Where a member has not operated his CPF Investment Account for a period of 2 months or such other period as the Board may allow, the approved agent bank shall forthwith transfer all moneys from the CPF Investment Account to the Board to be credited to the member's ordinary account.

(2) Where a member has transferred the whole or part of the available amount in his ordinary account to his CPF Investment Account for the purpose of purchasing shares or bonds offered under an initial public offer under regulation 14 but is unsuccessful in making such purchase, the approved agent bank shall, not earlier than 3 working days before the last day of the month in which the amount was refunded to the member's CPF Investment Account by the company which made the initial public offer or its agent, transfer the amount from the CPF Investment Account to the Board to be credited to the member's ordinary account.

### **Termination of CPF Investment Account**

**25.** A member who wishes to terminate his CPF Investment Account with an approved agent bank and who does not intend to open a CPF Investment Account with another approved agent bank shall sell or dispose of all the securities purchased or acquired by him under this Part, and the approved agent bank shall forthwith transfer the total proceeds thereof to the Board to be credited to the member's ordinary account.

### **New CPF Investment Account**

**26.—**(1) A member who does not wish to operate the CPF Investment Account which he has opened with an approved agent bank (referred to in this regulation as the old account) may open a new CPF Investment Account with another approved agent bank (referred to in this regulation as the new account).

(2) Where a member has opened a new account, the following shall apply:

- (a) the approved agent bank in which the old account was opened shall transfer —
  - (i) all the moneys from the member's old account to his new account; and
  - (ii) all the securities deposited by the member with, or held by, that approved agent bank in accordance with regulation 22 to the approved agent bank in which the new account is opened; and

(b) all securities registered in the name of the nominee company of the approved agent bank in which the old account was opened shall be re-registered in the name of the nominee company of the approved agent bank in which the new account is opened.

(3) A member who has purchased securities from an approved fixed deposit bank, an approved insurer or an approved fund manager under this Part shall, within 2 weeks of the opening of the new account, inform the approved fixed deposit bank, approved insurer or approved fund manager, as the case may be, of his new CPF Investment Account number.

### PART III

#### CPF INVESTMENT SCHEME — SPECIAL ACCOUNT

##### **Definition of this Part**

**27.** For the purposes of this Part, “securities” means the securities specified in paragraphs (b), (c), (d), (e), (g) and (i) of the definition of “securities” in regulation 2.

##### **Amount which may be withdrawn**

**28.** The total amount of CPF contributions which may be withdrawn by a member under this Part to purchase any securities shall not exceed the purchase price of the securities.

##### **Application to withdraw moneys for purchase of bonds**

**29.—(1)** A member who wishes to use the whole or part of the available amount in his special account to purchase such bonds as may be referred to in paragraph (b) of the definition of “securities” in regulation 2, whether such bonds are offered under an initial public offer or otherwise, shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.



(3) Upon the sale of the bonds purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith to the special account of the member.

### **Fixed deposit accounts**

**30.**—(1) A member who wishes to deposit the whole or part of the available amount in his special account in a fixed deposit account with an approved fixed deposit bank shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the termination (due to the death of member or otherwise) or maturity of the fixed deposit account of the member referred to in paragraph (1), all moneys, including interest, payable to the member shall be transferred immediately by the approved fixed deposit bank to the special account of the member.

### **Insurance policies and investment-linked insurance policies**

**31.**—(1) A member who wishes to use the whole or part of the available amount in his special account to purchase an insurance policy or investment-linked insurance policy for himself from an approved insurer shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the maturity or surrender of the insurance policy or the investment-linked insurance policy purchased or maintained by a member under this regulation, all moneys payable to the member shall be transferred forthwith by the approved insurer to the special account of the member.

### **Units in unit trust scheme**

**32.**—(1) A member who wishes to use the whole or part of the available amount in his special account to purchase units in a unit

trust scheme from an approved fund manager shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the units in a unit trust scheme purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith by the approved fund manager to the special account of the member.

### **Exchange traded fund interest**

**33.**—(1) A member who wishes to use the whole or part of the available amount in his special account to purchase an exchange traded fund interest through the Singapore Exchange or from an approved fund manager shall apply to the Board to withdraw the amount required.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Upon the sale of the exchange traded fund interest purchased by a member under this regulation, all proceeds of the sale shall be transferred forthwith to the special account of the member.

## **PART IV**

### **PURCHASE OF SHARES IN APPROVED CORPORATION**

#### **Purchase of shares in approved corporation**

**34.**—(1) A member who wishes to withdraw the whole or part of the available amount in his ordinary account for the payment in full of shares in an approved corporation shall submit an application to the Board for authorisation to do so.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) Where a cash grant has been paid into the Fund by the Government for the benefit of any person under section 14 of the Act, the Board may, subject to such terms and conditions as it may impose, permit that person to withdraw the cash grant for the payment in full or in part of the shares in an approved corporation.

**Account into which earnings from shares are to be credited**

**35.—**(1) Where a member has sold his shares in an approved corporation and the proceeds of sale were received by the Board before 1st October 2002, the Board shall credit to the Share Profit Account of the member the whole proceeds of the sale less —

- (a) the weighted average cost of the shares;
- (b) the total interest that would have accrued in the member's ordinary account had he not withdrawn the total amount for the shares under these Regulations; and
- (c) any expenses incurred as a result of the sale of the shares.

(2) Where a member sells his shares in an approved corporation and the proceeds of sale are received by the Board on or after 1st October 2002, the Board shall credit to the ordinary account of the member the whole proceeds of the sale less any expenses incurred as a result of the sale of the shares.

(3) All dividends declared or interest earned in respect of shares in an approved corporation purchased by a member under these Regulations shall be credited to —

- (a) the member's Share Profit Account, where such dividends or interest were received by the Board before 1st October 2002; or
- (b) the member's ordinary account, where such dividends or interest are received by the Board on or after 1st October 2002.

(4) Moneys in the Share Profit Account shall bear interest at such rate as may be determined from time to time by the Board.

**Transfer of proceeds from Share Profit Account**

**36.—**(1) Where a member has sold his shares in an approved corporation and the proceeds of such sale have been credited to his

Share Profit Account under regulation 35, the Board may, upon the application of the member or upon the death of the member, transfer the proceeds of such sale from his Share Profit Account to his ordinary account.

(2) Where the proceeds of the sale of a member's shares in an approved corporation have been transferred from the member's Share Profit Account to his ordinary account under paragraph (1) —

- (a) the member shall be deemed to have withdrawn those proceeds from his Share Profit Account; and
- (b) those proceeds shall not thereafter be transferred from the member's ordinary account to his Share Profit Account.

## PART V

### GENERAL PROVISIONS

#### **Corporate entitlements like bonus shares, rights issues, etc.**

**37.**—(1) Where entitlements in respect of securities purchased with CPF contributions withdrawn under these Regulations, whether listed or quoted on the Singapore Exchange and whether denominated in Singapore currency or not, are offered to a member at no cost, the entitlements shall be deemed to be purchased with CPF contributions and be held in the member's CPF Investment Account, ordinary account or special account, as the case may be.

(2) Where entitlements in respect of securities purchased with CPF contributions withdrawn under these Regulations, whether listed or quoted on the Singapore Exchange and whether denominated in Singapore currency or not, are offered to a member at a cost, the member shall, if he decides to take up these entitlements —

- (a) where the underlying investments of these entitlements are of a type approved by the Board under these Regulations, purchase these entitlements with CPF contributions withdrawn under these Regulations whereupon these entitlements shall be held in the member's CPF Investment Account, ordinary account or special account, as the case may be;

(b) where the underlying investments of these entitlements are not of a type approved by the Board under these Regulations, purchase these entitlements with cash.

(3) Where a member sells his entitlement to any rights issue in respect of any of the securities purchased under these Regulations, the whole proceeds of the sale, less any expenses as the Board may permit, shall forthwith be credited to his CPF Investment Account, ordinary account or special account, as the case may be.

(4) All dividends declared, and interest or income earned, in respect of securities purchased by a member under these Regulations shall be credited to the member's CPF Investment Account or special account, as the case may be.

### **Net realised profits may be withdrawn**

**38.**—(1) Where a member has purchased any securities under Part II or IV and wishes to withdraw the net realised profits arising from such purchase, the member shall apply to the Board to withdraw the net realised profits within one year from the end of each accounting year in accordance with this regulation.

(2) An application made by a member under paragraph (1) may be approved subject to such terms, conditions and procedures as the Board may impose.

(3) The net realised profits of each accounting year shall be calculated in accordance with the following formula:

$$\text{GRA} = A + B - C - D - E - F$$

where in relation to that accounting year —

GRA is the gross realised amount;

A is the sale or disposal price of the securities;

B is the total amount of dividends, interest and income received prior to the sale or disposal of the securities, interest earned in the CPF Investment Account and the Share Profit Account and any net realised profits carried forward from the previous accounting year;

C is the total sum of the costs (including weighted average cost, where applicable) of investment in the securities sold or disposed of;

- D is the total amount of expenses, charges, fees incurred on the purchase of the securities and on the sale or disposal of such securities;
- E is the total interests that would have accrued in the member's CPF ordinary account had he not withdrawn the available amount under these Regulations; and
- F is the net realised loss carried forward from the previous accounting year.

(4) Where the gross realised amount is positive, it shall be deemed to be the net realised profits, and where the gross realised amount is negative, it shall be deemed to be the net realised loss.

(5) A member shall, before 1st October 2003, be entitled to withdraw the net realised profits arising from the purchase of securities under Part II or IV of any accounting year in the following accounting year.

(6) A member shall be entitled to withdraw only 50% of the net realised profits (including accumulated profits) of the accounting year commencing on 1st October 2001.

(7) No member shall, on or after 1st October 2003, withdraw any net realised profits arising from the purchase of securities under Part II or IV.

(8) If a member does not apply under this regulation to withdraw the net realised profits for any accounting year, the profits for that year shall be carried forward to the succeeding accounting year as accumulated profits.

(9) Where the member has incurred a net realised loss for any accounting year, the loss shall be carried forward to the succeeding accounting year.

(10) This regulation shall not apply to securities purchased or acquired before 1st October 1993.

(11) A member who has applied for a loan, or is receiving moneys, from the Government pursuant to any approved loan scheme under section 14A of the Act shall not be permitted to withdraw any net realised profits under this regulation.

(12) A member who has purchased securities under Part III shall not be entitled to withdraw any profits arising from such purchase.

### **Brokerage, fees and other expenses**

**39.** Where an application for withdrawal of moneys under these Regulations has been approved by the Board and a member is required to pay any brokerage, fees and other expenses incurred in the purchase or sale of securities, the Board may, on the application of the member and subject to such terms and conditions as the Board may impose, authorise the whole or part of the available amount to be withdrawn and used for all or any of such expenses.

### **Withdrawal under section 15 or 27 of Act**

**40.** Subject to —

- (a) the Act;
- (b) the Central Provident Fund (Revised Minimum Sum Scheme) Regulations (Rg 2), the Central Provident Fund (Minimum Sum Scheme) Regulations (Rg 16) or the Central Provident Fund (New Minimum Sum Scheme) Regulations (Rg 31), as the case may be; and
- (c) the Central Provident Fund (Topping Up of Medisave Account) Regulations (Rg 30),

a member who is entitled to withdraw the sum standing to his credit in the Fund under section 15 or 27 of the Act shall be entitled to withdraw all the moneys standing to his credit in his CPF Investment Account and all the securities purchased or acquired under these Regulations.

### **No withdrawal for joint purchase**

**41.** No withdrawals may be made under these Regulations in respect of securities which have been purchased by a member jointly with any other person, whether a member or otherwise.

### **Bankruptcy**

**42.—**(1) Where a member is adjudicated a bankrupt after he has made an application to withdraw the whole or part of the available amount under these Regulations, the Board may, notwithstanding his

bankruptcy, permit withdrawals to be made for the payment of the securities purchased or acquired by the member, but he shall not be entitled to make any withdrawals thereafter for any purpose under these Regulations.

(2) Notwithstanding paragraph (1), where a member is adjudicated a bankrupt after he has made an application to withdraw the whole or part of the available amount to purchase an insurance policy under regulation 16, the Board may, notwithstanding his bankruptcy, permit withdrawals to be made to pay the future premiums in respect of such insurance policy subject to such terms and conditions as the Board may impose.

### **Death**

**43.** Where a member dies after he has made an application to withdraw the whole or part of the available amount to purchase any securities under these Regulations, the Board may, notwithstanding the member's death, permit withdrawals to be made for the payment of such securities.

### **Breach of Regulations**

**44.** If a member commits a breach of any of the provisions of these Regulations, or if for any purpose connected with these Regulations he makes a false representation or furnishes any false information (collectively referred to in this regulation as the breach), the Board may —

- (a) require the member to refund to his ordinary account or special account all moneys withdrawn by him under these Regulations together with interest that would have accrued thereto if the withdrawal had not been made;
- (b) require the member to sell or dispose of the securities purchased or acquired by him under these Regulations and refund the proceeds thereof to his ordinary account or special account together with interest that would have accrued thereto if the withdrawal had not been made; or
- (c) prohibit the member from making any withdrawal under these Regulations for a period of one year or such longer period as the Board may determine from the date the breach was committed by the member.



### **Transitional provisions**

**45.**—(1) Anything done under any of the provisions of the revoked Central Provident Fund (Investment Schemes) Regulations (Rg 9, 1998 Ed.) shall continue to have effect as from 1st January 2001 as if it had been done under the corresponding provisions of these Regulations.

(2) Notwithstanding anything in these Regulations, the Board may —

- (a) permit a member to purchase any investment-linked insurance policy which, immediately before 27th April 1999, was approved by the Board, whether or not the insurer or fund manager of the investment-linked insurance policy is an approved insurer or an approved fund manager;
- (b) where a member has deposited an amount in a fund management account before 21st August 1998, permit the member to continue to maintain that fund management account with the same fund manager, whether or not that fund manager is an approved fund manager; and
- (c) permit a member to purchase any unit in any unit trust scheme which, immediately before 21st August 1998, was approved by the Minister, whether or not the fund manager of the unit trust scheme is an approved fund manager.

*[G.N. Nos. S 609/2000; S 10/2001; S 328/2001; S 468/2001; S 434/2002;  
S 89/2003; S 222/2004; S 393/2004; S 365/2006]*

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