

A Comparison between MOE Tuition Fee Loan and CPF Education Loan Scheme

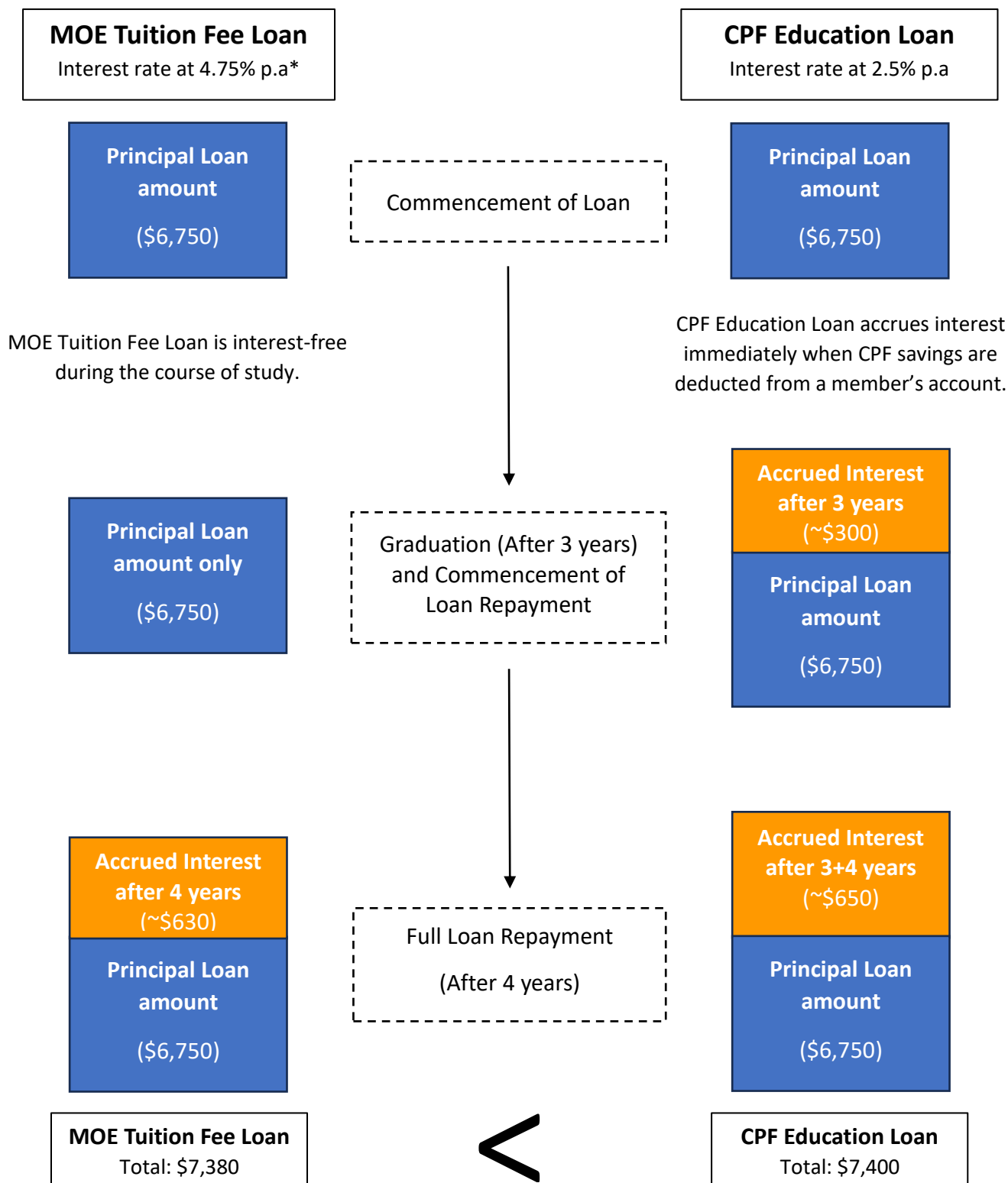
In this illustration, we use a **three-year diploma course** with total tuition fees of about \$9,000.

For a like-to-like comparison with the MOE Tuition Fee Loan scheme, we assume the loan quantum is \$6,750 which is approximately 75% of the total course fees.

The illustration shows that besides interest rates, you should also consider when the interest starts to accrue and how long the intended repayment period is.

SCENARIO 1

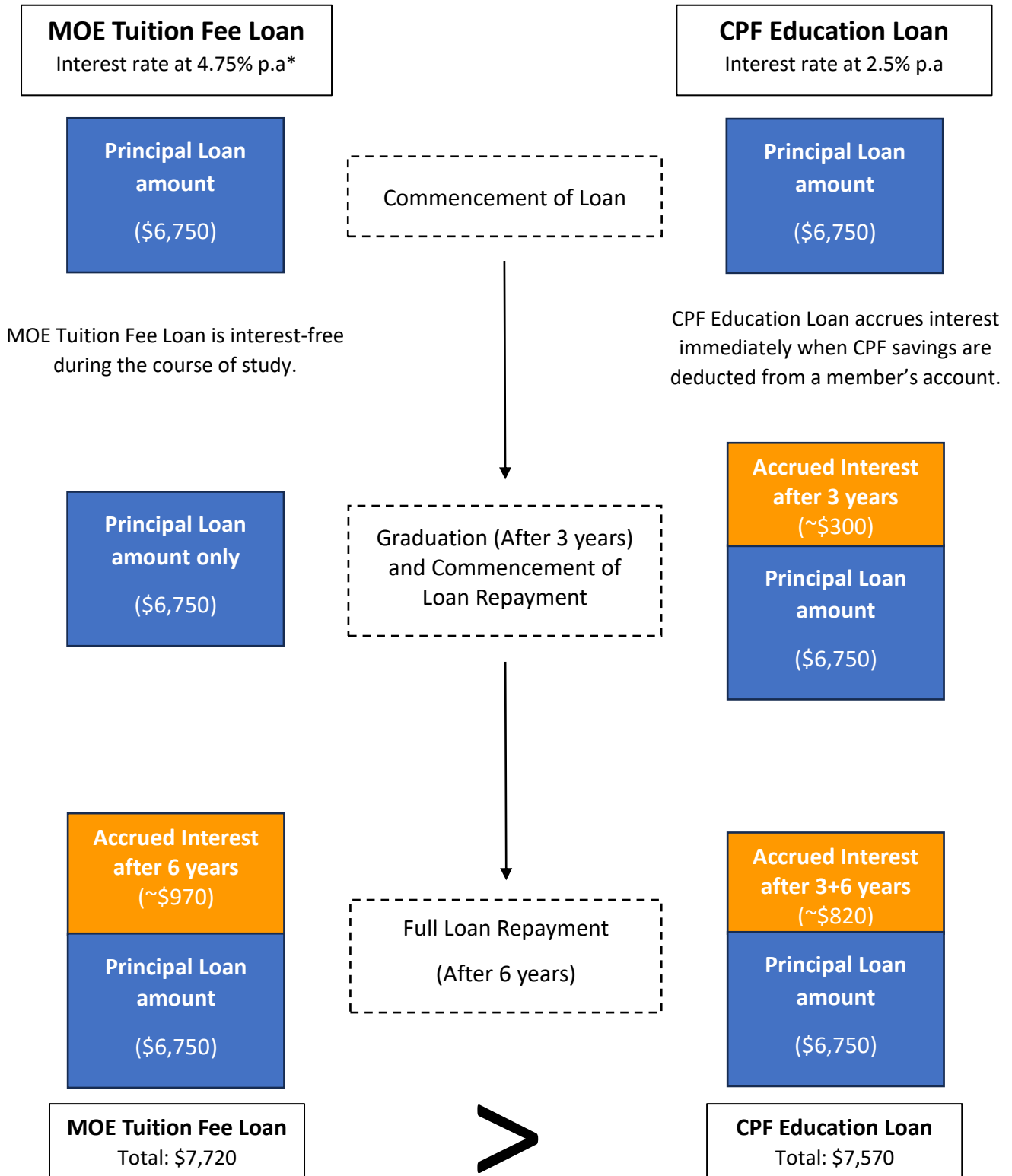
If full repayment is made within 4 years from graduation at a monthly instalment of about \$160, **the MOE Tuition Fee Loan will be the cheaper option.**



*The interest rate is based on the prevailing prime rates of some local banks. 4.75% p.a. is used in this example.

SCENARIO 2

If full repayment is made within 6 years from graduation at a monthly instalment of about \$110,
the CPF Education Loan will be the cheaper option.



*The interest rate is based on the prevailing prime rates of some local banks. 4.75% p.a. is used in this example.

A Comparison between MOE Tuition Fee Loan and CPF Education Loan Scheme

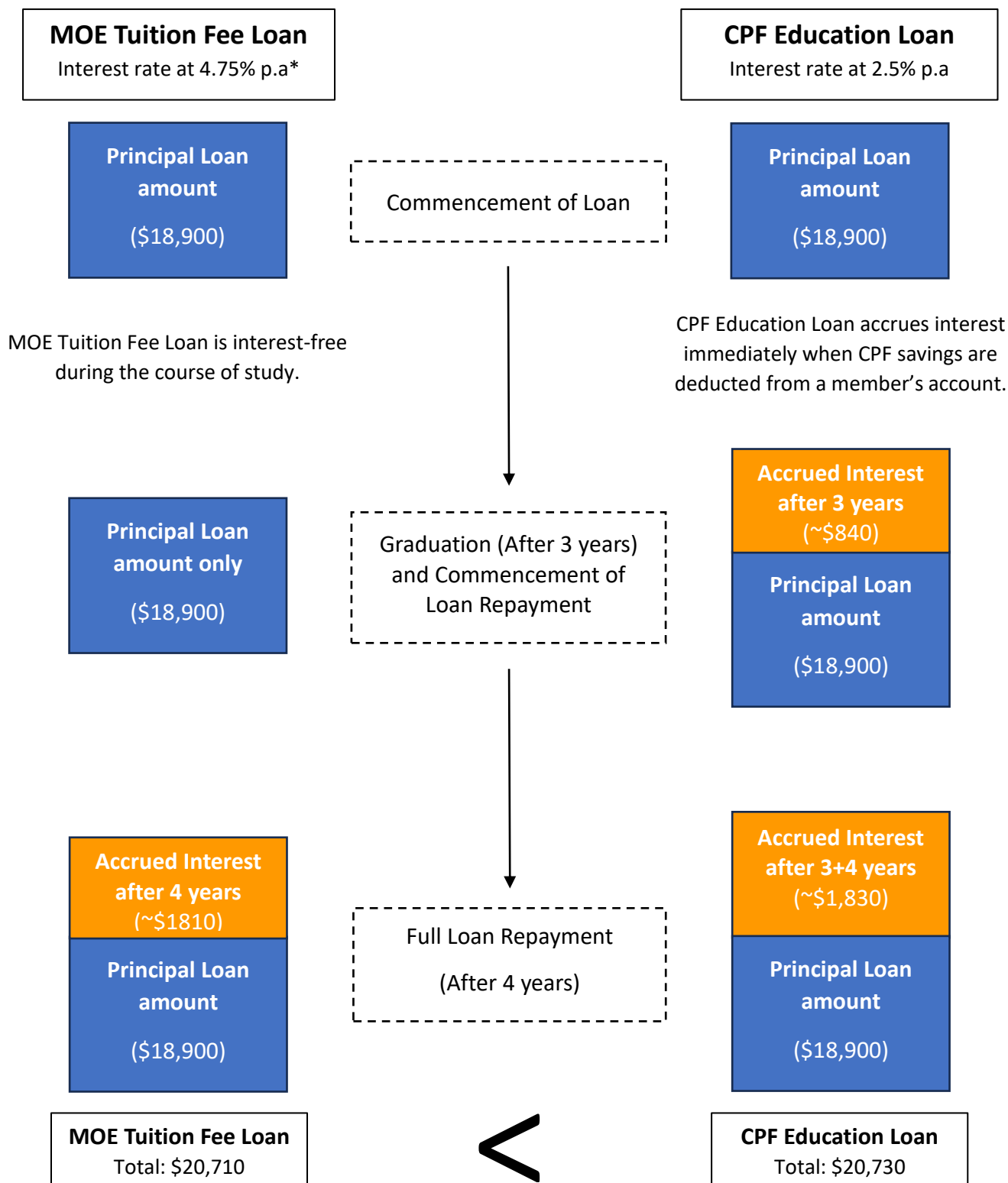
In this illustration, we use a three-year University degree course with total tuition fees of about \$21,000.

For a like-to-like comparison with the MOE Tuition Fee Loan, we assume the loan quantum is \$18,900 which is approximately 90% of the total course fees.

The illustration shows that besides interest rates, you should also consider when the interest starts to accrue and how long the intended repayment period is.

SCENARIO 1

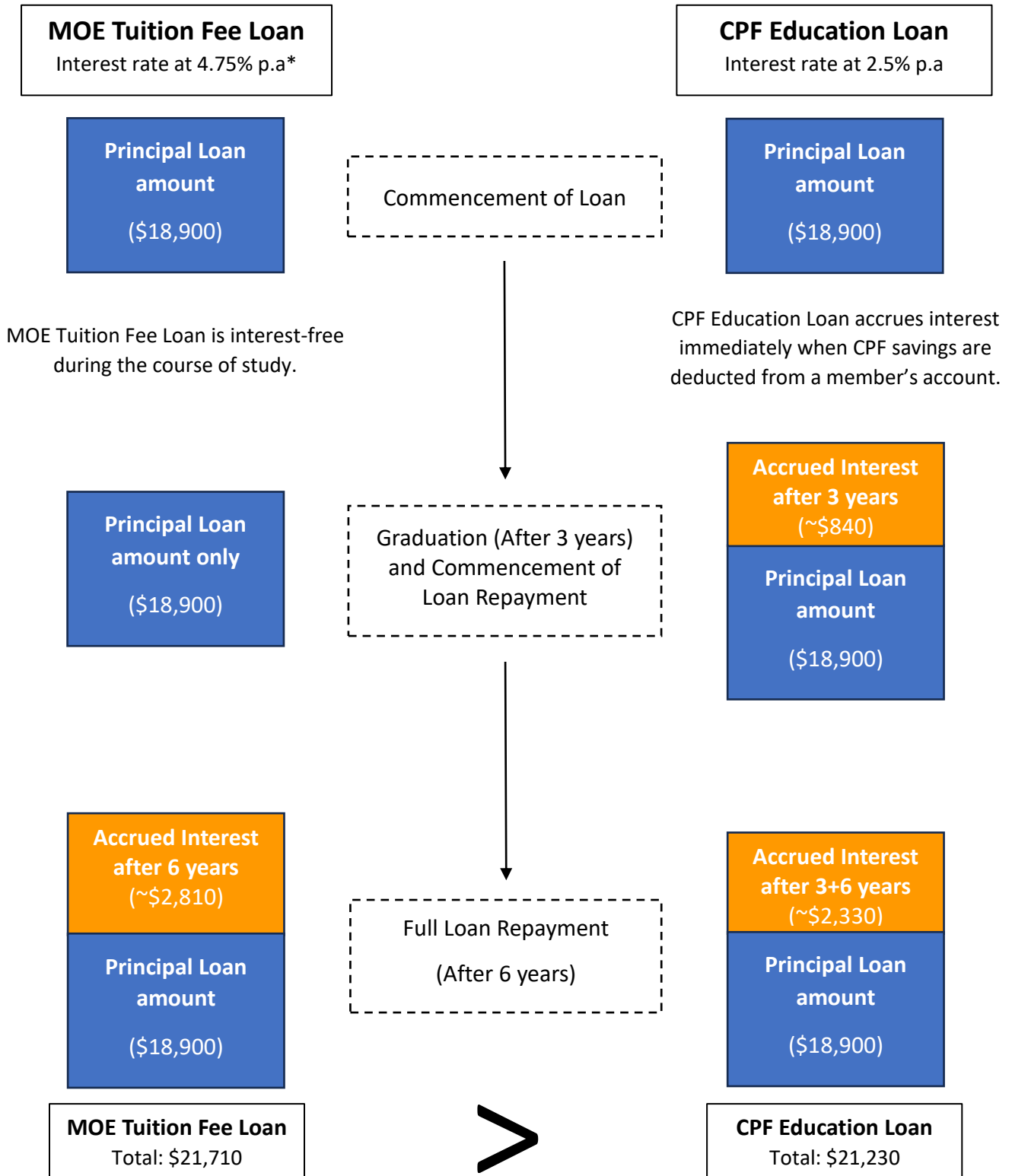
If full repayment is made within 4 years from graduation at a monthly instalment of about \$440, the MOE Tuition Fee Loan will be the cheaper option.



*The interest rate is based on the prevailing prime rates of some local banks. 4.75% p.a. is used in this example.

SCENARIO 2

If full repayment is made within 6 years from graduation at a monthly instalment of about \$300,
the CPF Education Loan will be the cheaper option.



*The interest rate is based on the prevailing prime rates of some local banks. 4.75% p.a. is used in this example.