

Q1: Why hasn't the CPF Board disallowed the use of CPF savings for securities placed on SGX watch-list immediately?

In line with SGX's approach, CPF Board is giving affected companies a 12-month transition period to meet the new requirement of a minimum trading price of \$0.20.

Q2: What options are there for members who have invested in securities on the SGX watch-list?

CPF members who have invested in securities placed on SGX watch-list can choose to hold or sell or participate in corporate actions, subject to the prevailing CPFIS rules and limits for these securities.

Q3: Which are the securities that may be placed on SGX watch-list from 1 March 2016?

As issuers have 12 months to meet the new requirement, the list of securities will only be known from 1 March 2016.

Q4: What types of securities on SGX watch-list are affected by the restriction on the use of CPF savings?

The restriction will apply to securities placed on SGX watch-list and included under CPFIS which are ordinary shares, preference shares and property funds.

Q5: Can CPF savings be used to purchase securities if they managed to exit from SGX watch-list?

CPF savings may be used to purchase securities that have exited from the SGX watch-list if they also meet the shares or property funds inclusion criteria under CPFIS. The criteria are:

- a. The shares or property funds are offered by a company incorporated in Singapore;
- b. The shares or property funds are listed on the Singapore Exchange Mainboard;
- c. The shares or property funds are traded in Singapore dollars; and
- d. The company allows CPF investors, who have pre-registered with CPF Agent Banks, to attend their shareholders' or unit holders' meetings as observers.