

**Example on how the CAYE contribution rate will be computed as a self-employed person:**

Sam is a 48 year-old soccer coach for MOE schools. He expects to earn a revenue of \$30,000 and incur expenses of \$9,000 in 2024. He indicated his expected revenue and expenses<sup>1</sup> in Jan 2024 on the CAYE portal and his CAYE contribution rate will be computed as such:

(A) Estimated Annual Revenue	\$30,000
(B) Estimated Annual Expenses	\$9,000
(C) Estimated Annual Net Trade Income = (A) – (B)	\$21,000
(D) MediSave Contribution Rate for Estimated Annual NTI and Age Group	10.00%
(E) Estimated MediSave Contribution = (C) x (D)	\$2,100
(F) CAYE Contribution Rate = (E) / (A)	7.00%

In June, Sam needed to purchase new soccer equipment, resulting in higher than expected expenses. Hence, he updated his estimated annual expenses for 2024 to \$18,000 on the CAYE portal. His CAYE contribution rate will be computed and updated as follows:

(A) Estimated Annual Revenue	\$30,000
(B) Estimated Annual Expenses	\$18,000
(C) Estimated Annual Net Trade Income = (A) – (B)	\$12,000
(D) MediSave Contribution Rate for Estimated Annual NTI and Age Group	5.00%
(E) Estimated MediSave Contribution = (C) x (D)	\$600
(F) CAYE Contribution Rate = (E) / (A)	2.00%

If Sam did not input his estimated revenue and expenses for year 2024 on the CAYE portal, a default CAYE contribution rate will applied based on his actual revenue and expenses assessed by IRAS in 2023 for work done in 2022.

In 2022, Sam earned an annual revenue of \$20,000 and incurred expenses of \$8,000

(A) Actual Annual Revenue	\$20,000
(B) Actual Annual Expenses	\$8,000
(C) Actual Annual Net Trade Income = (A) – (B)	\$12,000
(D) MediSave Contribution Rate for Actual Annual NTI and Age Group	5.00%
(E) Actual MediSave Contribution = (C) x (D)	\$600
(F) CAYE Contribution Rate = (E) / (A)	3.00%

<sup>1</sup>If you are both a CAYE SEP and a platform worker, from work year 2025 onwards, you should exclude income from platform work when indicating your revenue and expenses in the CAYE portal.