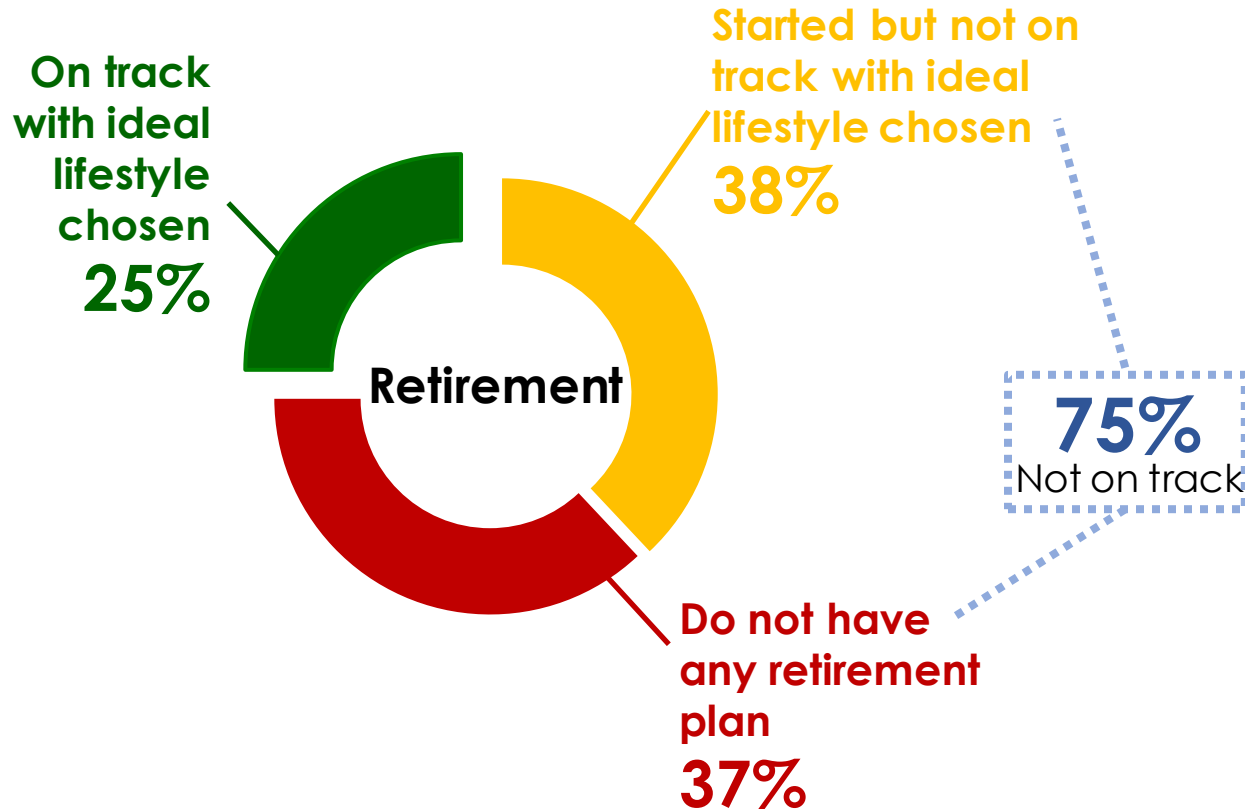


***Singaporeans underestimate the real amount needed for retirement by at least 30%***

The majority of Singaporeans are not on track with retirement planning.

**Singaporeans' progress on retirement planning**




**Key reasons for falling behind:**

- 1. Underestimated**  
the actual retirement amount needed for the ideal retirement lifestyle they want
- Think they can  
**2. Start retirement planning at a later age**
- Heavier  
**3. Reliance on deposits/ cash savings**


# Our methodology in uncovering the retirement gap.

## We asked Singaporeans to choose their preferred retirement


Retirement Lifestyle A	Retirement Lifestyle B	Retirement Lifestyle C
Eats at home, food courts & hawker centres	Eats at food courts, hawker centres & mid-range restaurants	Eats at mid-range & fine-dining restaurants
Owns & lives in a HDB property	Owns & lives in a HDB property	Owns and lives in private property
Commutes via public mass transport	Commutes via taxi or owns a mid-range car	Owns a high-end car
Medical consultation/ treatment at polyclinics and government hospitals	Medical consultation/ treatment at General Practitioner and government hospitals	Medical consultation / treatment at General Practitioners and private hospitals
No domestic helper	Employs part-time domestic helper	Employs a full-time domestic helper
Regional holidays 2 times a year e.g. Thailand, Hong Kong	Regional holidays 3 times a year e.g. Thailand, Hong Kong, Korea	International holidays 2 times a year e.g. Europe, America
		Enjoys lifestyle & wellness experiences

**\$2,300** 

In today's value

**\$2,900** 

In today's value

**\$5,200** 

In today's value

**Respondent X:**

**Name:** "Jessica"

**Age:** 35

**Retirement age:** 65 in year 2050

**To last for:** 20 years

**Retirement Lifestyle Selected:** Retirement Lifestyle B

**Actual Retirement Sum Required based on lifestyle selected\*:** \$ 1.7 m

**Perceived Retirement Sum Estimated by Respondents\*:** \$ 1.2 m

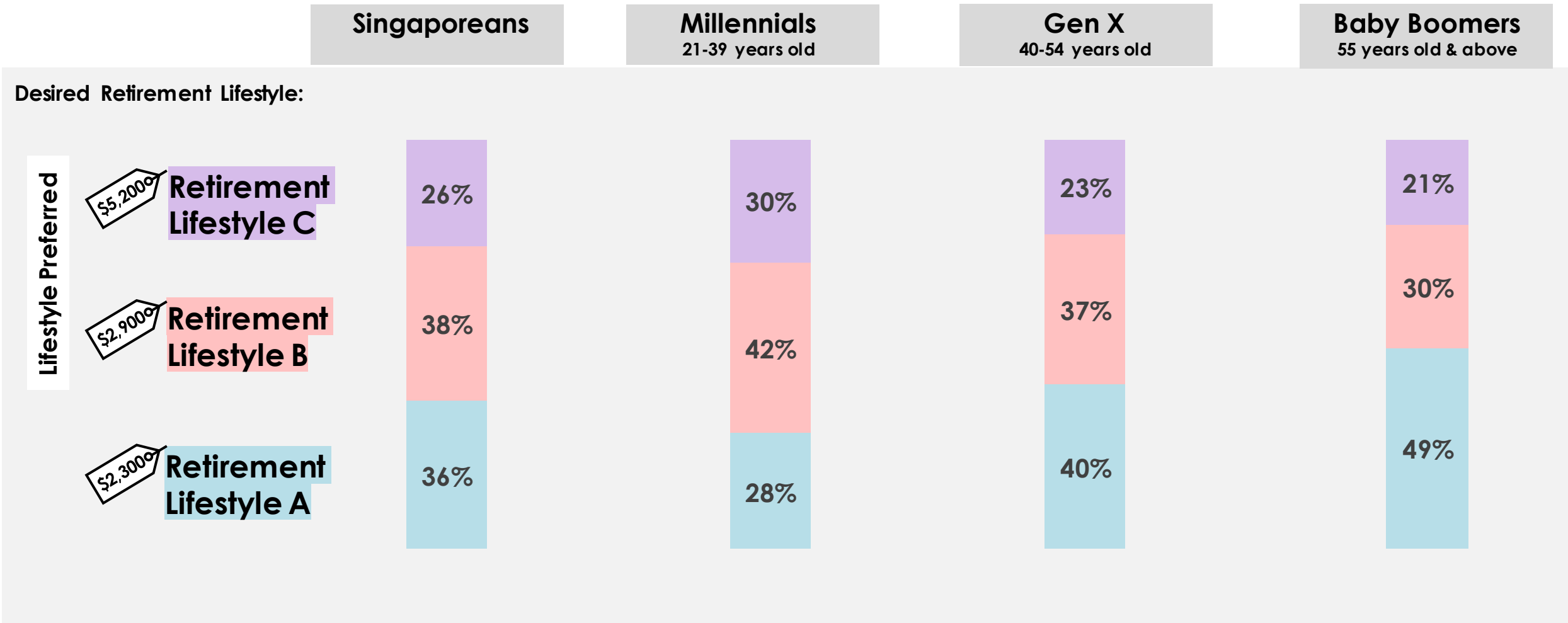
UNDERESTIMATED BY **29%**

\* Future value











**78%** of Singaporeans underestimated the retirement amount needed based on their ideal retirement style. On average, they underestimated the amount by **32%**. Across age groups, Millennials underestimated the most.

	Proportion of Singaporeans who underestimated amount needed for their ideal retirement	On average, they underestimated by
<b>Among Singaporeans</b>	<b>78%</b>	<b>32%</b>
<b>Millennials</b> 21-39 years old	<b>80%</b>	<b>39%</b>
<b>Gen X</b> 40-54 years old	<b>77%</b>	<b>27%</b>
<b>Baby Boomers</b> 55 years old & above	<b>79%</b>	<b>24%</b>

Singaporeans are underestimating the amount required for retirement, despite choosing a realistic and modest retirement lifestyle.



People who are on track with their retirement planning adopted a more diversified approach – they tend to have more investments and lesser reliance on CPF LIFE.

	PROGRESS ON RETIREMENT PLANNING		
	<u>Do not have any retirement plans</u>	<u>Started but not on track with their ideal lifestyle chosen</u>	<u>On track with their ideal lifestyle chosen</u>
Age intended to start retirement planning:	<b>46 years old</b>		
Age started on retirement planning:		<b>35 years old</b>	<b>35 years old</b>
Ways of accumulating retirement funds:		Cash savings/ Fixed deposits  55% CPF LIFE  24% Stocks/shares  23% Endowment plans  22% Regular investment plans  20%	Cash savings/ Fixed deposits  60% Stocks/shares  40% Endowment plans  37% Regular investment plans  33% CPF LIFE  26%
Review financial plan at least once a year	<b>29%</b>	<b>62%</b>	<b>66%</b>

\* Average age