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EPF: Reduction in Employees' Statutory Contribution Rate 2016

KUALA LUMPUR, 28 January 2016: Following Prime Minister YAB Datuk Seri Najib Tun Abdul Razak's announcement during the presentation of the revision of Budget 2016 today, the **Employees Provident Fund (EPF)** announces the reduction in the employees' monthly statutory contribution rate from 11% to **8%** for members below age 60 and 5.5% to **4%** for those age 60 and above, effective March 2016 until December 2017 salary.

However, members can **opt** to maintain the current contribution rate of 11% by completing the "Notis Pilihan Mencarum Melebihi Kadar Berkanun (KWSP 17A Khas2016)" and submit to their respective employers, who will then forward it to the nearest EPF branch.

Members and employers can download the Notis KWSP 17A Khas2016 from the EPF's website at www.kwsp.gov.my from 2 February 2016 onwards. The new monthly contribution rate (Schedule Three) can be downloaded from 16 February 2016 onwards.

There is no change to the employers' statutory contribution rates.

About the Employees Provident Fund (EPF)

The Employees Provident Fund (EPF) is Malaysia's premier retirement savings fund, providing basic financial security for retirement. The Fund is committed to preserving and growing the savings of its members in accordance with best practices in investment and corporate governance. It will always be guided by prudence in its investment decisions.

As a customer-focused organisation, the EPF delivers efficient and reliable services for the convenience of its members and registered employers.

The EPF continues to play a catalytic role in the nation's economic growth, consistent with its position as a leading savings institution in Malaysia.