

BY EMAIL ONLY

LIA Claims Interest Rate Q2/21
22 March 2021

To: All ordinary and associate members

STATEMENT OF LIFE INSURANCE PRACTICE: LIA-CLAIMS INTEREST RATE - UP TO Q2 2021

ACTION: (1) **FOR ASSOCIATE MEMBERS' INFORMATION**
 (2) **FOR ORDINARY MEMBERS' REFERENCE AND USE**

Under the LIA statement of life insurance practice, interest is payable when the payment of a claim is made more than two months from the date of receipt of written notification of the death; in respect of endowment policy, interest is also payable if payment is made more than two months from date of maturity.

Such interest will be calculated using the **LIA-claims interest rate** from the said date of notification until the actual date of payment. The interest rate will be updated on a three-month cycle.

Enclosed is an updated listing of LIA-claims interest rates for the purpose of calculating interest payable for delayed death/matured claims.

LIA-Claims Interest Rate

The LIA rate is based on the **CPF computed (calculated) rate** that is derived by the CPF Board for its Ordinary Account.

Extracted from the CPF Board's website:

The formula to compute the calculated rate is 80% fixed deposit rate and 20% savings rate of the average of the major local banks over the preceding relevant 3 months.

For Q2 2021 CPF computed (calculated) rate, please click here:

<https://www.cpf.gov.sg/Members/AboutUs/about-us-info/cpf-interest-rates>

LIA SECRETARIAT

Enc - 2 pages

| LIA-CLAIMS INTEREST RATE (Page 1 of 2) | | | |
|---|---------|------------------------------|---------|
| 1955 - 1962 | @ 2½% | January 1999 - June 1999 | @ 4.41% |
| 1963 | @ 5% | July 1999 - September 1999 | @ 2.11% |
| 1964 - 1966 | @ 5¼% | October 1999 - December 1999 | @ 2.12% |
| 1967 - 1969 | @ 5½% | January 2000 - March 2000 | @ 2.14% |
| 1970 - 1973 | @ 5¾% | April 2000 - June 2000 | @ 2.14% |
| 1974 - February 1986 | @ 6½% | July 2000 - September 2000 | @ 2.16% |
| March 1986 - June 1986 | @ 5.78% | October 2000 - December 2000 | @ 2.14% |
| July 1986 - December 1986 | @ 5.38% | January 2001 - March 2001 | @ 2.14% |
| January 1987 - June 1987 | @ 4.34% | April 2001 - June 2001 | @2.14% |
| July 1987 - December 1987 | @ 3.31% | July 2001 - September 2001 | @2.10% |
| January 1988 - June 1988 | @ 3.19% | October 2001 - December 2001 | @2.09% |
| July 1988 - December 1988 | @ 2.96% | January 2002 - March 2002 | @ 1.77% |
| January 1989 - June 1989 | @ 3.10% | April 2002 - June 2002 | @1.42% |
| July 1989 - December 1989 | @ 3.39% | July 2002 - September 2002 | @1.36% |
| January 1990 - June 1990 | @ 3.77% | October 2002 - December 2002 | @1.29% |
| July 1990 - December 1990 | @ 3.88% | January 2003 - March 2003 | @1.18% |
| January 1991 - June 1991 | @ 4.85% | April 2003 - June 2003 | @1.18% |
| July 1991 - December 1991 | @ 4.54% | July 2003 - September 2003 | @1.04% |
| January 1992 - June 1992 | @ 4.59% | October 2003 - December 2003 | @0.59% |
| July 1992 - December 1992 | @ 3.31% | January 2004 - March 2004 | @0.59% |
| January 1993 - June 1993 | @ 2.62% | April 2004 - June 2004 | @0.59% |
| July 1993 - December 1993 | @ 2.50% | July 2004 - September 2004 | @0.59% |
| January 1994 - June 1994 | @ 2.50% | October 2004 - December 2004 | @0.59% |
| July 1994 - December 1994 | @ 2.50% | January 2005 - March 2005 | @0.59% |
| January 1995 - June 1995 | @ 3.10% | April 2005 - June 2005 | @0.59% |
| July 1995 - December 1995 | @ 3.82% | July 2005 - September 2005 | @0.59% |
| January 1996 - June 1996 | @ 3.52% | October 2005 - December 2005 | @0.59% |
| July 1996 - December 1996 | @ 3.48% | January 2006 - March 2006 | @0.62% |
| January 1997 - June 1997 | @ 3.48% | April 2006 - June 2006 | @0.73% |
| July 1997 - December 1997 | @ 3.48% | July 2006 - September 2006 | @0.74% |
| January 1998 - June 1998 | @ 3.48% | October 2006 - December 2006 | @0.74% |
| July 1998 - December 1998 | @ 4.29% | *** | *** |

| <i>LIA-CLAIMS INTEREST RATE (Page 2 of 2)</i> | | | | |
|---|--------|------------------------------|--------|--|
| January 2007 - March 2007 | @0.74% | July 2014 - September 2014 | @0.21% | |
| April 2007 - June 2007 | @0.74% | October 2014 - December 2014 | @0.21% | |
| July 2007 - September 2007 | @0.74% | January 2015 - March 2015 | @0.21% | |
| October 2007 - December 2007 | @0.74% | April 2015 - June 2015 | @0.21% | |
| January 2008 - March 2008 | @0.74% | July 2015 - September 2015 | @0.21% | |
| April 2008 - June 2008 | @0.74% | October 2015 - December 2015 | @0.21% | |
| July 2008 - September 2008 | @0.74% | January 2016 - March 2016 | @0.21% | |
| October 2008 - December 2008 | @0.74% | April 2016 - June 2016 | @0.23% | |
| January 2009 - March 2009 | @0.74% | July 2016 - September 2016 | @0.24% | |
| April 2009 - June 2009 | @0.74% | October 2016 - December 2016 | @0.24% | |
| July 2009 - September 2009 | @0.56% | January 2017 - March 2017 | @0.24% | |
| October 2009 - December 2009 | @0.44% | April 2017 - June 2017 | @0.24% | |
| January 2010 - March 2010 | @0.42% | July 2017 - September 2017 | @0.24% | |
| April 2010 - June 2010 | @0.42% | October 2017 - December 2017 | @0.24% | |
| July 2010 - September 2010 | @0.41% | January 2018 - March 2018 | @0.24% | |
| October 2010 - December 2010 | @0.41% | April 2018 - June 2018 | @0.24% | |
| January 2011 - March 2011 | @0.40% | July 2018 - September 2018 | @0.24% | |
| April 2011 - June 2011 | @0.38% | October 2018 - December 2018 | @0.32% | |
| July 2011 - September 2011 | @0.36% | January 2019 - March 2019 | @0.40% | |
| October 2011 - December 2011 | @0.36% | April 2019 - June 2019 | @0.42% | |
| January 2012 - March 2012 | @0.31% | July 2019 - September 2019 | @0.60% | |
| April 2012 - June 2012 | @0.16% | October 2019 - December 2019 | @0.64% | |
| July 2012 - September 2012 | @0.16% | January 2020 - March 2020 | @0.64% | |
| October 2012 - December 2012 | @0.16% | April 2020 - June 2020 | @0.64% | |
| January 2013 - March 2013 | @0.21% | July 2020 - September 2020 | @0.64% | |
| April 2013 - June 2013 | @0.21% | October 2020 - December 2020 | @0.57% | |
| July 2013 - September 2013 | @0.21% | January 2021 - March 2021 | @0.27% | |
| October 2013 - December 2013 | @0.21% | April 2021 - June 2021 | @0.09% | |
| January 2014 - March 2014 | @0.21% | | | |
| April 2014 - June 2014 | @0.21% | | | |