

Singapore Savings Bonds Application Factsheet

Summary of product features

Feature	Details
Eligibility	<ul style="list-style-type: none"> Individuals only
Term	<ul style="list-style-type: none"> 10 years
Interest	<ul style="list-style-type: none"> Paid every 6 months At issuance, rates for the entire 10-year term are fixed based on the prevailing SGS yields and locked in for each issue
Issuance	<ul style="list-style-type: none"> Monthly
Redemption	<ul style="list-style-type: none"> Monthly, with no penalty Principal and any accrued interest will be paid
Investment amount	<ul style="list-style-type: none"> Minimum of \$500, and subsequent multiples of \$500 Up to \$50,000 per issue, and up to \$100,000 in aggregate
Non-transferable	<ul style="list-style-type: none"> Savings Bonds cannot be transferred or sold to another person

Applying for and redeeming Savings Bonds

Item	Details
Account requirements	<ul style="list-style-type: none"> Bank account with one of the participating banks (currently DBS/POSB, OCBC or UOB¹); <u>and</u> Individual CDP Securities account with direct crediting service (DCS) activated; individuals need to be at least 18 years old to open an individual CDP Securities account
Channels	<ul style="list-style-type: none"> ATMs and Internet banking channels of participating banks Payment will be made upon application
Application and redemption periods	<ul style="list-style-type: none"> From the first business day of the month to four business days before the end of the month
Application results	<ul style="list-style-type: none"> CDP will notify individuals by mail if their application requests are successful
Redemption status	<ul style="list-style-type: none"> CDP will notify individuals by mail once their redemption requests have been processed
Transaction fee	<ul style="list-style-type: none"> Non-refundable transaction fees will be charged by the banks for each application and redemption request

¹ More banks may participate in the Savings Bond programme later.

Monthly application and redemption timelines

2. APPLICATION AND REDEMPTION PERIOD

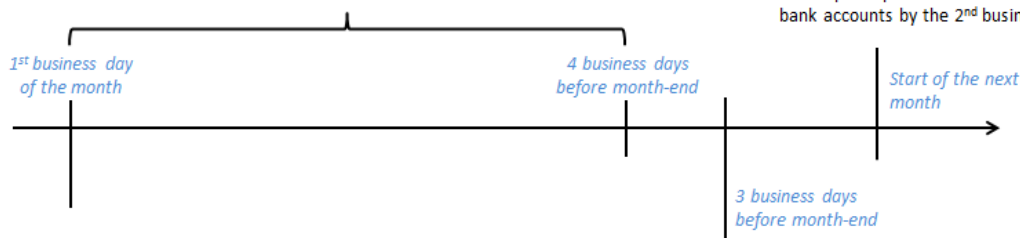
Individuals can apply and redeem through ATMs or Internet Banking (DBS/POSB only) during these hours:

- Mon to Sat, 7am – 9pm
- Excluding Sundays and Public Holidays

4. CREDITING OF CDP AND BANK ACCOUNTS

Start of the next month:

- Savings Bonds will be credited to CDP accounts on the 1st business day.
- Redemption proceeds will be credited to bank accounts by the 2nd business day.



1. ISSUANCE ANNOUNCEMENT

MAS will announce details of the upcoming Savings Bond issuance:

- Amount available
- Interest rates

3. ALLOTMENT DAY

MAS will perform the allotment and announce the overall application results online.

Successful applicants will be notified by CDP via mail. Unsuccessful applications will be refunded by the next business day.

Allotment in an oversubscription - an illustration

Total available: \$10,000 Total applied: \$18,000 Cut-off: \$2,500

Amount applied	Round 1	Round 2	Round 3	Round 4	Round 5	Round 6	Amount allotted
A \$2,000	\$500	\$500	\$500	\$500			\$2,000
B \$4,000	\$500	\$500	\$500	\$500	\$500	\$500	\$2,500
C \$5,500	\$500	\$500	\$500	\$500	\$500	\$500	\$3,000
D \$6,500	\$500	\$500	\$500	\$500	\$500	\$500	\$2,500

Random

The Government plans to issue up to \$10,000 of Savings Bonds. Four individuals A (\$2,000), B (\$4,000) C (\$5,500) and D (\$6,500) applied for a total of \$18,000 of Savings Bonds.

The available bonds will be spread out among as many investors as possible in the following manner:

- Applications are filled in denominations of \$500 upwards.
- After Round 4, \$8,000 of Savings Bonds have been allotted, and A's application has been fully met. \$2,000 of Savings Bonds are left.
- In Round 5, \$1,500 of Savings Bonds are allotted.
- The remaining \$500 is insufficient to fill all applications in Round 6. One person amongst B, C and D is randomly allotted the remaining \$500. In this case, C gets the \$500.

A is allotted \$2,000, B and D receive \$2,500 each, and C gets \$3,000.